
CalPERS

REFLECTING CALIFORNIA'S TREASURES

PEOPLE - PRODUCTS - POTENTIAL

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2000

CalPERS
REFLECTING CALIFORNIA'S TREASURES
PEOPLE - PRODUCTS - POTENTIAL

The California Public Employees' Retirement System

Comprehensive Annual Financial Report

Year Ended June 30, 2000

James E. Burton
Chief Executive Officer



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Certificate of Achievement for Excellence in Financial Reporting

Presented to

California Public Employees' Retirement System

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Anne Spray Kinsey
President

Jeffrey L. Esser
Executive Director



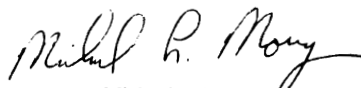
Public Pension Coordinating Council
Public Pension Principles
2000 Achievement Award

Presented to

California Public Employee Retirement System

In recognition of instituting professional standards for public employee retirement systems as established by the Public Pension Principles.

Presented by the Public Pension Coordinating Council, a confederation of
Government Finance Officers Association (GFOA)
National Association of State Retirement Administrators (NASRA)
National Conference on Public Employee Retirement Systems (NCPERS)
National Council on Teacher Retirement (NCTR)


Michael L. Mory
Chairman



December 15, 2000

Members of the CalPERS Board of Administration:

I am pleased to present the CalPERS Comprehensive Annual Financial Report (CAFR) and the accompanying Operations Summary for the year ended June 30, 2000. During fiscal year 1999-00, CalPERS successfully transitioned into the new millennium, thanks to several years of intensive preparation. We also made significant strides in improving our customer service and organizational efficiency, while continuing to safeguard our members' retirement funds.

Another year of excellent investment returns allowed us to pursue a significant initiative granting more than half a million State and school members retirement benefit enhancements. We were also able to reduce employer contribution rates and to continue our national leadership in monitoring and improving health plan quality and customer satisfaction.

For details on these and other projects, I encourage you to review the information in this report. It provides information on all the programs administered by CalPERS: Public Employees' Retirement Fund (PERF), Legislators' Retirement Fund (LRF), Judges' Retirement Fund (JRF), Judges' Retirement Fund II (JRF II), Volunteer Firefighters' Length of Service Award Fund (VFF), State Peace Officers' and Firefighters' Defined Contribution Plan Fund (SPOFF), Health Care Fund (HCF), Contingency Reserve Fund (CRF), Old Age & Survivors' Insurance Revolving Fund (OASI), Replacement Benefit Fund (RBF), Supplemental Contributions Program Fund (SCPF), Long-Term Care Fund (LTCF), Deferred Compensation Fund (DCF), and Internal Revenue Code 457 (IRC 457) Plan Assets for public agency employees.

Beginning in 1932, the System began providing services to State, public agency, and school members. While primarily responsible for administering retirement, death, and health benefits, CalPERS also administers supplemental retirement savings plans and long-term care insurance. As a service to members and employers, a variety of educational workshops and seminars are also offered.

CEO LETTER OF TRANSMITTAL (continued)

Management Responsibility for Financial Reporting

The CalPERS financial statements included in this CAFR for the 1999-00 fiscal year have been prepared by System management, which is responsible for the integrity and fairness of the data presented, including the many amounts that out of necessity must be based on estimates and judgments. The accounting policies followed in preparation of these financial statements conform with generally accepted accounting principles. Financial information presented throughout this Annual Report is consistent with these financial statements.

CalPERS has established and maintains a system of internal controls designed to provide reasonable assurance that assets are properly safeguarded, transactions are properly executed, and financial statements are reliable. In addition, internal audit personnel provide a continuing review of the internal controls and operations of CalPERS, and the Chief of the Office of Audit Services regularly reports to the CalPERS Board of Administration's Finance Committee. The Committee reviews the audit findings and recommendations for improvements in internal control and operational efficiency and the actions of management to implement such recommendations.

Our independent external auditors, PricewaterhouseCoopers LLP, have conducted an audit of the general purpose financial statements in accordance with generally accepted auditing standards, performing such tests and other procedures as they deem necessary to express an opinion in their report to the Board. The external auditors also have full and unrestricted access to the Board to discuss their audit and related findings as to the integrity of the financial reporting and adequacy of internal control systems.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to CalPERS for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999. This was the fourth consecutive year that CalPERS has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The Comprehensive Annual Financial Report

This report consists of five sections:

Introductory—contains this introduction letter and our organizational chart. Summary program information is contained in the accompanying 2000 Comprehensive Annual Financial Report Operations Summary;

Financial—presents management's responsibility for financial reporting and the independent auditors' opinion on the CalPERS general purpose financial statements, and includes sections on Required Supplemental Schedules, Combining Financial Statements, and Supporting Schedules;

Investment—summarizes and presents performance information for the PERF.

Actuarial—contains the certifications and results of the actuarial valuations as of June 30, 1999, the latest data available;

Statistical—contains significant membership and retirement data for CalPERS, Judges' Retirement System, Judges' Retirement System II, Legislators' Retirement System, Volunteer Firefighters' Length of Service Award System, Health Benefits Program, Deferred Compensation Program, and Long-Term Care Program.

CEO LETTER OF TRANSMITTAL (continued)

Accounting System & Reports

Management is responsible for establishing and maintaining an internal control structure designed to ensure that CalPERS assets are protected from loss, theft, or misuse, and income is equally distributed. Responsibility for the accuracy, completeness, and fair presentation of the information, and all disclosures, rests with CalPERS. The general purpose financial statements have been prepared in accordance with generally accepted accounting principles applied on a consistent basis as promulgated by the Governmental Accounting Standards Board (GASB) and its predecessor, the National Council on Governmental Accounting. The financial statements are presented in accordance with guidelines established by GASB Statement No. 25, *Financial Reporting for Defined Benefit Plans*, and GASB Statement No. 26, *Financial Reporting for Post Employment Health Care Plans Administered by Defined Benefit Plans*, and other GASB statements as appropriate.

CalPERS transactions for the pension and proprietary funds are reported on the accrual basis of accounting. Revenues are taken into account when earned and expenses are recorded when the corresponding liabilities are incurred. Transactions for the expendable trust funds are reported on the modified accrual basis. Revenues are recognized when susceptible to accrual, and expenditures are recorded when the corresponding liability is incurred.

Contributions of the PERF are based on the individual Entry Age Normal Cost Method, with current service financed on a current basis. Prior service is amortized over varying periods, depending on the employer. The Judges' Retirement Fund is funded by the State and by plan members, on a pay-as-you-go method.

Revenues

The revenues needed to finance retirement benefits are accumulated through the collection of employer and member contributions and from income on investments. For 2000, total pension fund contribution revenues were \$2.2 billion and

investment income was \$16.6 billion, which together totaled \$18.8 billion. Employer contributions of \$475 million were approximately \$1.0 billion less than 1999, since employer rates were reduced due to continued investment success.

Expenditures

The primary expenditures of a retirement system are retirement and survivor benefits. These recurring benefit payments, along with refunds of contributions to members who terminate employment and the cost of administering CalPERS, comprise the total expenditures. In 2000, this totaled \$5.6 billion for the pension funds, an increase of 8 percent from 1999.

Total pension fund revenues of \$18.8 billion exceeded expenditures of \$5.6 billion by \$13.2 billion during 2000. Administrative expenses are approved in an annual budget by the CalPERS Board and represent slightly more than .09 percent of total pension assets, 7.9 percent of pension contributions for the year, and 1.1 percent of investment income for the year.

Value of Accumulated Plan Benefits (Reserves)

As presented in our audited financial statements, CalPERS pension type funds had net assets held in trust for pension benefits of approximately \$172.5 billion for the PERF, \$145.6 million for the LRF, \$21.5 million for the JRF, \$41.4 million for JRF II, \$2.4 million for the VFF, and \$48.3 million for the SPOFF, as of June 30, 2000.

For clarification, the required supplemental schedules to the general purpose financial statements and the actuarial section contain a summary of CalPERS unfunded actuarial accrued liabilities. These are calculated using a "smoothed" market value of assets, which takes one-third the difference between actual market value of assets and expected actuarial value of assets. This smoothed market value of assets amount must be between 90 percent and 110 percent of the actual market value. The effect of projected future salary increases on liabilities is also included.

CEO LETTER OF TRANSMITTAL (continued)

Investments

For the fiscal year ended June 30, 2000, pension fund net investment income was \$16.6 billion. The PERF had a rate of return of 10.5 percent on a market value basis. The PERF annualized rate of return over the last five years was 15.6 percent.

Proper funding and healthy investment returns are essential to the financial soundness of CalPERS. The ratio of investment earnings to total revenue is evidence of the System's continued solid financial management.

Asset Allocation

An integral part of the overall investment policy is the strategic asset allocation policy. This is designed to provide an optimal mix of asset classes with return expectations that reflect expected liabilities. This emphasizes a maximum diversification of the portfolio that protects the Fund from declines that a particular asset class may experience in a given period. Both traditional assets (cash, bonds, domestic stocks, domestic fixed income, and mortgages) and nontraditional assets (real estate, international stocks and fixed income, venture capital, timber investments, and leveraged buyouts) are incorporated into the mix.

Funding

The bottom line for a retirement system is its level of funding. If the funding level is adequate, the ratio of total accumulated assets to total liabilities will be larger and the need for contributions will be reduced. Also, an adequate funding level gives participants assurance that their pension benefits are secure.

The advantages of a well-funded plan are that participants can see assets that are irrevocably committed to the payment of promised benefits. The historical level of funding for the PERF is good (currently the PERF is 128.4 percent funded). A continued effort is being directed at maintaining a 100 percent funded level.

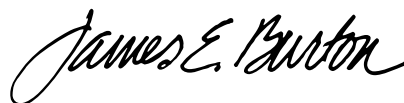
The actuarial valuation for LRF was performed using the Aggregate Cost Method. The Aggregate Cost Method does not identify unfunded actuarial liabilities or actuarial assets. The JRF is not prefunded and is on a pay-as-you-go basis. The JRF II is approximately 100.9 percent funded. These funding levels as of the June 30, 1999 actuarial valuation are presented in the actuarial section of this report.

Investment returns are used to generate additional revenues and, ultimately, this allows CalPERS to reduce employer contribution rates, reducing pension costs to employers and taxpayers.

In Closing . . .

CalPERS is committed to rise to the challenges that lie ahead in this new century and to maintain our place as a world leader in benefit delivery and asset management. Our customers are our primary "treasures," and over the coming years, we will continue to focus our efforts on providing them the best service possible.

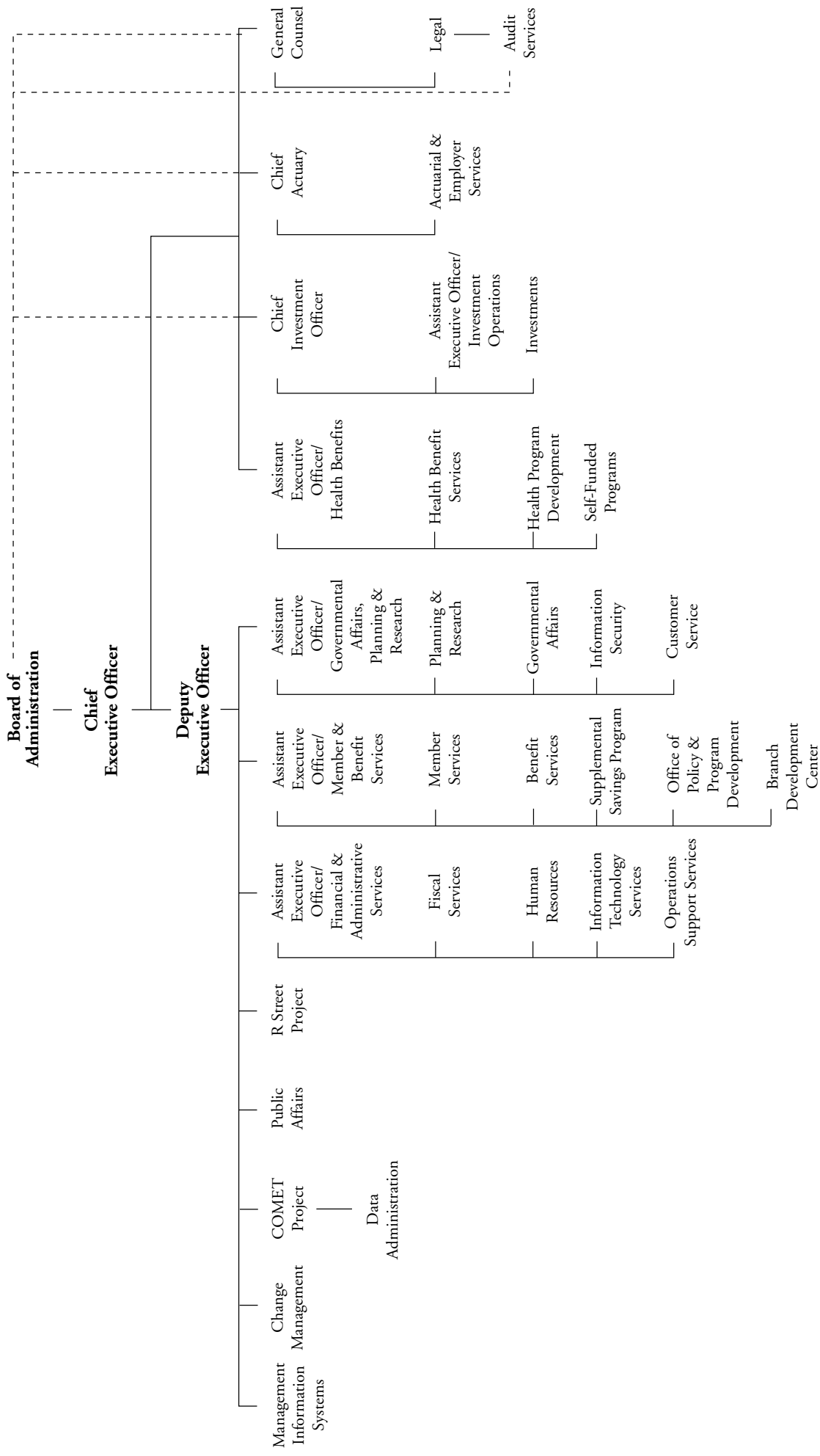
Our overriding goal remains constant: to assist our members in creating a financially secure retirement and to ensure that they have access to quality, affordable health care. As we monitor our investments, streamline our business processes, and explore new ways to bring value and service to our customers, we will continue to rely on our best assets—the vision and sound leadership of our Board and the work of our dedicated staff.



James E. Burton
Chief Executive Officer

CalPERS ORGANIZATIONAL CHART

As of June 30, 2000



INDEPENDENT AUDITORS' REPORT



PricewaterhouseCoopers LLP
 555 Capitol Mall
 Suite 1200
 Sacramento, California 95814-4602
 Telephone (916) 930-8100
 Facsimile (916) 930-8450


**Board of Administration
 California Public Employees' Retirement System**

In our opinion, the accompanying general purpose financial statements present fairly, in all material respects, the combined plan net assets of the fiduciary fund types and combined financial position of the proprietary fund types of the California Public Employees' Retirement System (System), a component unit of the State of California, as of June 30, 2000, and the changes in the combined plan net assets of the fiduciary fund types and the combined results of operations of the proprietary fund types, the changes in the assets and liabilities of the agency fund types, and the combined cash flows of the proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America. These general purpose financial statements are the responsibility of the System's management; our responsibility is to express an opinion on these general purpose financial statements based on our audit. We conducted our audit of the general purpose financial statements in accordance with auditing standards generally accepted in the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall general purpose financial statements presentation. We believe that our audit provides a reasonable basis for the opinion expressed above. We previously audited and reported on the general purpose financial statements of the System as of and for the year ended June 30, 1999, the comparative totals of which are included for additional analysis only.

As discussed in Note 4 to the general purpose financial statements, actual contributions to the Judges' Retirement Fund (JRF) made by the State of California were materially less than the annual required contribution. Additionally, current year contributions made by the State of California were used to pay current year benefits. Management and legal counsel believe that the State of California is legally required to provide funding sufficient to pay benefits when due.

INDEPENDENT AUDITORS' REPORT

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The supplemental information included in pages 37 through 45 is required under Governmental Accounting Standards Board (GASB) Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans* and No. 30, *Risk Financing Omnibus: an amendment of GASB Statement No. 10*. The combining financial statements and supplemental information included in pages 47 through 62 are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and in our opinion, is fairly stated in relation to the general purpose financial statements taken as a whole. The information in the required supplemental schedules for the years ended June 30, 1996, 1995, 1994, 1993, and 1992 was audited by other auditors in connection with their audits of the respective general purpose financial statements, on which they expressed an unqualified opinion.

PricewaterhouseCoopers LLP


Sacramento, California

October 13, 2000

COMBINED STATEMENT OF PLAN NET ASSETS - FIDUCIARY FUND TYPES

As of June 30, 2000 (with Comparative Totals, as of June 30, 1999)

(Dollars in Thousands)

	Fiduciary Fund Types					
	Pension Trust					
	PERF	LRF	JRF	JRF II	VFF	SPOFF
Assets						
Cash & Cash Equivalents	\$9,848	\$243	\$345	\$ —	\$9	\$ —
Receivables						
Member, Public Agency,						
State & School	\$947,806	\$ —	\$2,600	\$942	\$241	\$ —
Investment Settlement & Other	1,338,695	—	—	—	—	—
Interest & Dividends	714,356	2	125	17	—	19
Due from Other Funds	3,852	—	—	—	—	—
Total Receivables	\$3,004,709	\$2	\$2,725	\$959	\$241	\$19
Investments, at Fair Value						
Short-Term Investments:						
Domestic	\$3,059,927	\$40	\$18,471	\$1,075	\$5	\$41
International	64,309	—	—	—	—	—
Securities Lending Collateral	14,443,444	—	—	—	—	—
Equity Securities:						
Domestic	74,576,984	59,464	—	15,634	1,378	48,264
International	34,887,811	15,505	—	7,801	—	—
Debt Securities:						
U.S. Government	5,797,567	70,722	—	15,914	808	—
Convertible	688,586	—	—	—	—	—
Corporate	14,241,775	—	—	—	—	—
International	6,291,570	—	—	—	—	—
Mortgage Loans	17,534,485	—	—	—	—	—
Single Family Housing	242,031	—	—	—	—	—
Real Estate Equities	9,094,784	—	—	—	—	—
Alternative Investments	7,138,749	—	—	—	—	—
Total Investments	\$188,062,022	\$145,731	\$18,471	\$40,424	\$2,191	\$48,305
Fixed Assets, at Cost, Net of Accumulated						
Depreciation & Other Assets	\$80,733	\$ —	\$ —	\$ —	\$ —	\$ —
Total Assets	\$191,157,312	\$145,976	\$21,541	\$41,383	\$2,441	\$48,324
Liabilities						
Retirement & Other Benefits						
in Process of Payment	\$164,473	\$233	\$1	\$18	\$4	\$ —
Investment Settlement & Other	4,008,728	86	—	—	—	26
Estimated Insurance Claims						
Due to State of California						
& Public Agencies	—	—	—	—	—	—
Liabilities To Brokers For						
Security Lending	14,443,444	—	—	—	—	—
Due to Other Funds	123	49	24	11	14	33
Total Liabilities	\$18,616,768	\$368	\$25	\$29	\$18	\$59
Net Assets Held in Trust for Pension Benefits (see Required Supplemental Schedule of Funding Progress)/Fund Balance						
	\$172,540,544	\$145,608	\$21,516	\$41,354	\$2,423	\$48,265

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED STATEMENT OF PLAN NET ASSETS - FIDUCIARY FUND TYPES (continued)

As of June 30, 2000 (with Comparative Totals, as of June 30, 1999)

(Dollars in Thousands)

Fiduciary Fund Types				Totals	
Expendable Trust			Agency	2000	1999
IRC 457	RBF	SCPF	OASI		
\$ —	\$ —	\$1	\$6,365	\$16,811	\$14,430
\$ —	\$4	\$ —	\$ —	\$951,593	\$519,221
5	—	—	—	1,338,700	922,746
162	2	1	—	714,684	782,482
—	—	123	—	3,975	8,311
\$167	\$6	\$124	\$ —	\$3,008,952	\$2,232,760
\$34,196	\$109	\$110	\$ —	\$3,113,974	\$2,021,236
—	—	—	—	64,309	31,727
—	—	—	—	14,443,444	11,555,368
110,173	—	11,451	—	74,823,348	72,822,233
5,688	—	4,324	—	34,921,129	29,225,770
7,616	—	6,402	—	5,899,029	5,946,794
—	—	—	—	688,586	484,998
—	—	—	—	14,241,775	10,848,850
—	—	—	—	6,291,570	6,555,122
—	—	—	—	17,534,485	17,973,441
—	—	—	—	242,031	295,683
—	—	—	—	9,094,784	7,589,040
—	—	—	—	7,138,749	4,774,018
\$157,673	\$109	\$22,287	\$ —	\$188,497,213	\$170,124,280
\$ —	\$ —	\$ —	\$ —	\$80,733	\$74,749
\$157,840	\$115	\$22,412	\$6,365	\$191,603,709	\$172,446,219
\$ —	\$27	\$ —	\$ —	\$164,756	\$431,992
49	—	4	20	4,008,913	778,381
—	—	—	6,345	6,345	6,264
—	—	—	—	14,443,444	11,555,368
—	—	—	—	254	735
\$49	\$27	\$4	\$6,365	\$18,623,712	\$12,772,740
\$157,791	\$88	\$22,408	\$ —	\$172,979,997	\$159,673,479

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED BALANCE SHEETS - PROPRIETARY FUND TYPES

As of June 30, 2000 (with Comparative Totals, as of June 30, 1999)

(Dollars in Thousands)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Internal Service	Enterprise	2000	1999
Assets				
Cash & Cash Equivalents	\$840	\$2,178	\$3,018	\$5,588
Receivables				
Member, Public Agency, State & School	9,773	711	10,484	5,387
Interest & Dividends	2,731	69	2,800	2,917
Due from Other Funds	340	—	340	270
Other	138	443	581	854
Total Receivables	\$12,982	\$1,223	\$14,205	\$9,428
Investments, at Fair Value				
Short-Term Investments:				
Domestic	\$75,052	\$2,000	\$77,052	\$57,389
Equity Securities:				
Domestic	—	283,805	283,805	205,289
International	—	57,049	57,049	38,784
Debt Securities:				
U.S. Government	107,062	205,889	312,951	302,584
Total Investments	\$182,114	\$548,743	\$730,857	\$604,046
Total Assets	\$195,936	\$552,144	\$748,080	\$619,062
Liabilities & Retained Earnings				
Liabilities				
Insurance Premiums & Claims				
in Process of Payment	\$59,903	\$340	\$60,243	\$43,815
Estimated Insurance Claims				
Due to Health Care Providers	94,072	—	94,072	75,244
Estimated Liability for Future Policy Benefits	—	527,909	527,909	311,947
Due to Other Funds	3,031	1,030	4,061	7,846
Other	4,097	5,450	9,547	8,783
Total Liabilities	\$161,103	\$534,729	\$695,832	\$447,635
Retained Earnings	\$34,833	\$17,415	\$52,248	\$171,427
Total Liabilities & Retained Earnings	\$195,936	\$552,144	\$748,080	\$619,062

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS - PENSION TRUST FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	Fiduciary Fund Type							
	Pension Trust						Totals	
	PERF	LRF	JRF	JRF II	VFF	SPOFF	2000	1999
Additions								
Retirement Contributions								
Members	\$1,751,290	\$179	\$11,252	\$3,210	\$ —	\$ —	\$1,765,931	\$1,536,629
Employers	362,614	339	12,829	7,460	203	30,011	413,456	1,634,035
Appropriation from the State of California General Fund	—	—	61,250	—	—	—	61,250	72,219
Total Retirement Contributions	\$2,113,904	\$518	\$85,331	\$10,670	\$203	\$30,011	\$2,240,637	\$3,242,883
Investment Income								
Net Appreciation in Fair Value of Investments	\$11,131,179	\$9,776	\$ —	\$2,675	\$129	\$2,352	\$11,146,111	\$13,091,336
Interest, Dividends & Other Investment Income	5,942,317	13	2,513	59	1	68	5,944,971	4,754,243
Securities Lending Income	747,455	—	—	—	—	—	747,455	536,516
Less Investment Expenses:								
Costs of Lending Securities	(693,909)	—	—	—	—	—	(693,909)	(494,004)
Other	(547,954)	—	—	—	—	—	(547,954)	(247,501)
Net Investment Income	\$16,579,088	\$9,789	\$2,513	\$2,734	\$130	\$2,420	\$16,596,674	\$17,640,590
Other Income	3,570	—	4,355	—	—	—	7,925	5,158
Total Additions	\$18,696,562	\$10,307	\$92,199	\$13,404	\$333	\$32,431	\$18,845,236	\$20,888,631
Deductions								
Retirement, Death & Survivor Benefits	\$5,176,073	\$6,630	\$90,171	\$226	\$42	\$ —	\$5,273,142	\$4,866,449
Refund of Contributions	140,644	164	—	22	—	—	140,830	161,065
Administrative Expenses	175,051	206	360	175	75	214	176,081	146,553
Total Deductions	\$5,491,768	\$7,000	\$90,531	\$423	\$117	\$214	\$5,590,053	\$5,174,067
Increase in Net Assets								
Held in Trust for Pension Benefits	\$13,204,794	\$3,307	\$1,668	\$12,981	\$216	\$32,217	\$13,255,183	\$15,714,564
Net Assets Held in Trust for Pension Benefits								
Beginning of Year	\$159,357,785	\$142,301	\$19,848	\$28,373	\$2,207	\$16,048	\$159,566,562	\$143,851,998
Residual Equity Transfer (Note 1)	(\$22,035)	\$ —	\$ —	\$ —	\$ —	\$ —	(\$22,035)	\$ —
End of Year	\$172,540,544	\$145,608	\$21,516	\$41,354	\$2,423	\$48,265	\$172,799,710	\$159,566,562

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - EXPENDABLE TRUST FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	Fiduciary Fund Types	
	Expendable Trust	
	2000	1999
Revenues		
Contributions		
Participants	\$110,804	\$47,905
Employers	182	256
Investment Income		
Net Appreciation in Fair Value of Investments	11,195	7,798
Interest, Dividends & Other Investment Income	1,671	3,172
Total Revenues	\$123,852	\$59,131
Expenditures		
Benefits	\$147	\$207
Participant Withdrawals	71,692	31,154
Administrative	678	490
Total Expenditures	\$72,517	\$31,851
Excess of Revenues Over Expenditures	\$51,335	\$27,280
Fund Balance		
Beginning of Year	\$106,917	\$79,637
Residual Equity Transfer (Note 1)	\$22,035	\$ —
End of Year	\$180,287	\$106,917

NOTE:

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUND

For the Year Ended June 30, 2000

(Dollars in Thousands)

	OASI			
	Balance July 1, 1999	Additions	Deductions	Balance June 30, 2000
Assets				
Cash Held by State Treasurer	\$6,284	\$81	\$ —	\$6,365
Total Assets	\$6,284	\$81	\$ —	\$6,365
Liabilities				
Contributions Due to Public Agencies	\$6,264	\$81	\$ —	\$6,345
Due to State of California General Fund	20	—	—	20
Total Liabilities	\$6,284	\$81	\$ —	\$6,365

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS - PROPRIETARY FUND TYPES

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Internal Service	Enterprise	2000	1999
Operating Revenues				
Self Insurance	\$461,207	\$152,423	\$613,630	\$517,514
Health Care Premiums Collected	543,785	—	543,785	465,676
Administrative Fees & Other	12,388	1,312	13,700	9,298
Total Operating Revenues	\$1,017,380	\$153,735	\$1,171,115	\$992,488
Operating Expenses				
Claims Expense	\$489,120	\$10,682	\$499,802	\$381,061
Increase in Estimated Liabilities	18,828	215,962	234,790	106,225
Health Care Premiums Remitted to Insurance Carriers	543,785	—	543,785	465,676
Administrative Expenses	44,300	13,487	57,787	58,126
Total Operating Expenses	\$1,096,033	\$240,131	\$1,336,164	\$1,011,088
Operating (Loss) Income	(\$78,653)	(\$86,396)	(\$165,049)	(\$18,600)
Non-Operating Revenues				
Net (Depreciation) Appreciation in Fair Value of Investments	(\$1,153)	\$33,390	\$32,237	\$37,277
Interest, Dividends & Other Investment Income	12,568	1,065	13,633	14,682
Total Non-Operating Revenues	\$11,415	\$34,455	\$45,870	\$51,959
Net (Loss) Income	(\$67,238)	(\$51,941)	(\$119,179)	\$33,359
Retained Earnings				
Beginning of Year	\$102,071	\$69,356	\$171,427	\$138,068
End of Year	\$34,833	\$17,415	\$52,248	\$171,427

NOTE:

The accompanying notes are an integral part of these financial statements.

COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPES

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Internal Service	Enterprise	2000	1999
Cash Flows from Operating Activities				
Decrease from Operations	(\$78,653)	(\$86,396)	(\$165,049)	(\$18,600)
Net Effect of Changes in:				
Receivables				
Member, Public Agency, State & School	(4,821)	(276)	(5,097)	(2,881)
Due from Other Funds	(70)	—	(70)	(22)
Other	257	16	273	(452)
Insurance Premiums & Claims				
in Process of Payment	16,776	(348)	16,428	2,694
Estimated Insurance Claims Due to				
Health Care Providers	18,829	—	18,829	5,765
Liability for Future Policy Benefits	—	215,962	215,962	100,460
Due to Other Funds	(3,941)	155	(3,786)	3,123
Other Liabilities	903	(139)	764	(8,826)
Cash (Used) Provided by Operating Activities	(\$50,720)	\$128,974	\$78,254	\$81,261
Cash Flows from Investing Activities				
Proceeds from Sales of Investments	\$67,418	\$ —	\$67,418	\$76,773
Purchases of Investments	(13,917)	(128,412)	(142,329)	(227,076)
Net Change in Short-Term Investments	(19,301)	(362)	(19,663)	57,114
Interest & Dividends Received	12,715	1,035	13,750	15,811
Cash Provided (Used) by Investing Activities	\$46,915	(\$127,739)	(\$80,824)	(\$77,378)
(Decrease) Increase in Cash &				
Cash Equivalents	(\$3,805)	\$1,235	(\$2,570)	\$3,883
Cash & Cash Equivalents, July 1	\$4,645	\$943	\$5,588	\$1,705
Cash & Cash Equivalents, June 30	\$840	\$2,178	\$3,018	\$5,588

NOTE:

The accompanying notes are an integral part of these financial statements.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

1. General Description of the Plan

General

The State Employees' Retirement System, the predecessor to the Public Employees' Retirement System of the State of California (CalPERS), was created after voters approved a constitutional amendment authorizing legislation to establish a pension system for State employees. Such legislation became effective January 1, 1932. CalPERS has expanded to include, among others, employees of local agencies which elect to participate in the System. The Board of Administration (Board) of CalPERS administers a total of 13 funds, including five defined benefit retirement plans: the Public Employees' Retirement Fund (PERF), the Legislators' Retirement Fund (LRF), the Judges' Retirement Fund (JRF), the Judges' Retirement Fund II (JRF II), and the Volunteer Firefighters' Length of Service Award Fund (VFF). The CalPERS Board administers one defined contribution retirement plan: the State Peace Officers' and Firefighters' Defined Contribution Plan Fund (SPOFF); two health care plans: the Public Employees' Health Care Fund (HCF) and the Public Employees' Contingency Reserve Fund (CRF); and five other plans: the Replacement Benefit Fund (RBF), the Supplemental Contributions Program Fund (SCPF), the Public Employees' Long-Term Care Fund (LTCF), the Public Employees' Deferred Compensation Fund (DCF), and the Old Age & Survivors' Insurance Revolving Fund (OASI). The CalPERS Board is also trustee for public agency participant assets in the IRC 457 deferred compensation plan.

Reporting Entity

The general purpose financial statements of CalPERS include the financial activities of all of the above funds and assets under trust. The CalPERS Board of Administration has plenary authority and fiduciary responsibility for the investment of monies and the administration of the System pursuant to the State Constitution, Article XVI, Section 17. CalPERS is a unit of the State of California State and Consumer Services Agency; however, CalPERS is not subject to administrative direction by any department, commission, board, bureau, or agency of the State. As such, CalPERS is classified as a component unit of the

State of California for financial reporting purposes, in accordance with the provisions of Governmental Accounting Standards Board Statement No. 14.

CalPERS financial statements are included in fiduciary and proprietary funds in the State of California Comprehensive Annual Financial Report.

Defined Benefit Pension Plans

The PERF, LRF, JRF, and JRF II are defined benefit pension plans which provide benefits based on members' years of service, age, final compensation, and benefit formula. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. California Government Code Section 50951 created the VFF as an award system that provides benefits based on members' years of service, age, and benefit formula. VFF enrollment, receipt of an award, and service credit shall not be construed as a retirement, retirement allowance or benefit, or as retirement system service credit, respectively. However, for financial statement purposes, the VFF is classified as a defined benefit pension plan in accordance with generally accepted accounting principles.

The State of California and 1,394 public agencies and schools (representing more than 2,400 entities) contribute to the PERF, JRF, and JRF II, which are agent multi-employer defined benefit pension plans. CalPERS acts as the common investment and administrative agent for the member agencies, including schools (for classified employees). The LRF is a single-employer defined benefit pension plan for the State of California. The VFF is an agent multi-employer defined benefit pension plan with 57 participating fire departments. The VFF provides cities, counties, or districts that have fire departments with volunteer firefighting members the opportunity to offer such members an award for lifelong and faithful volunteer service.

Members of the PERF, LRF, JRF, and JRF II become fully vested in their retirement benefits earned to date after five years (10 years for State Second Tier members) of credited service. VFF members become vested after 10 years of credited service and are eligible to retire upon attainment of ages specified in their applicable benefit formulas.

The PERF was established in 1932, the LRF in 1947, the JRF in 1937, JRF II in 1994, and the VFF in 1980.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

The number of affiliated employers for the PERF, LRF, JRF, JRF II, and VFF are as follows:

	2000	1999
Public Employees' Retirement Fund		
State	1	1
School	61	61
Public Agency	1,333	1,311
Total Employers - Public Employees' Retirement Fund	1,395	1,373
Legislators' Retirement Fund	1	1
Judges' Retirement Fund	59	59
Judges' Retirement Fund II	59	59
Volunteer Firefighters' Award Fund	57	47

As of June 30, 2000 and 1999, benefit recipients and members in the PERF, LRF, JRF, JRF II, and VFF consisted of the following:

2000									
	PERF				LRF	JRF	JRF II	VFF	Total
	State	School	Public Agency	Total PERF					
Retirees	111,415	92,047	99,839	303,301	164	926	—	37	304,428
Survivors & Beneficiaries	21,746	14,665	15,978	52,389	101	483	2	—	52,975
Members:									
Active	226,000	265,794	223,311	715,105	34	1,157	353	2,907	719,556
Inactive	56,272	51,068	41,336	148,676	46	84	—	—	148,806
Total	415,433	423,574	380,464	1,219,471	345	2,650	355	2,944	1,225,765

1999									
	PERF				LRF	JRF	JRF II	VFF	Total
	State	School	Public Agency	Total PERF					
Retirees	108,386	88,879	96,033	293,298	171	910	—	26	294,405
Survivors & Beneficiaries	20,907	13,983	15,153	50,043	93	472	2	—	50,610
Members:									
Active	216,826	249,291	215,038	681,155	33	1,206	334	2,140	684,868
Inactive	51,877	46,130	37,350	135,357	49	88	—	—	135,494
Total	397,996	398,283	363,574	1,159,853	346	2,676	336	2,166	1,165,377

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

The membership consists of the following categories:

PERF

- ***Safety***—includes California Highway Patrol, peace officers, firefighters, and other employees whose principal duties are in active law enforcement or fire prevention and suppression work, or who occupy positions designated by law as safety member positions.
- ***Schools***—includes non-teaching, non-certificated school employees.
- ***State Industrial***—includes all employees of the Department of Corrections and the California Youth Authority who are not safety members.
- ***General***—includes all other members, defined by statute as “miscellaneous” members.

LRF

- State Legislators
- Constitutional Officers
- Legislative Statutory Officers

JRF

- ***Justices***—includes Supreme Court, courts of appeal, superior courts, municipal courts, and justice courts appointed or elected prior to November 9, 1994.

JRF II

- ***Justices***—includes Supreme Court, courts of appeal, superior courts, municipal courts, and justice courts appointed or elected on or subsequent to November 9, 1994.

VFF

- Volunteer Firefighters

Financing

The benefits for the PERF, LRF, JRF, and JRF II are funded by contributions from members and employers, and earnings from investments. The benefits for the VFF are funded solely by contributions from employers and earnings from investments. Member and employer contributions for the PERF, LRF, JRF, and JRF II are a percentage of applicable

member compensation. Member contribution rates for the PERF, LRF, JRF, and JRF II are defined by law and depend on the respective employer’s benefit formulas. Employer contribution rates are determined by periodic actuarial valuations or by State statute. Actuarial valuations are based on the benefit formulas and employee groups of each employer. Employer contributions, including lump-sum contributions made when agencies first join the Public Employees’ Retirement Fund, are credited with a market value adjustment in determining contribution rates.

The required contribution rates of active plan members are based on a percentage of salary over a base compensation amount ranging from \$133 to \$863 monthly. For the fiscal year ended June 30, 2000, the required contribution rates for active plan members are as follows:

PERF

State Employees:

Miscellaneous & Industrial	5% or 6%
Miscellaneous & Industrial - Second Tier	0%
Safety	6% or 8%
California Highway Patrol	8%
Classified School Employees	7%
Public Agency Employees	7% to 9%
Peace Officers & Firefighters	8%

<i>LRF</i>	0%
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<i>JRF</i>	8%
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<i>JRF II</i>	8%
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<i>VFF</i>	Non-Contributory
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These contributions are deposited in a fund established for each entity for the purpose of creating actuarial reserves for future benefits.

All employees who work on a half-time basis or more are eligible to participate in the retirement plans. CalPERS administers several different retirement plans, each providing a monthly allowance based on age, years of credited service, the benefit formula, and highest average compensation over an established period of one year to three years. However, for the VFF, highest average compensation is not a consideration in determining a monthly allowance. All plans, except the VFF, provide

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

death and disability benefits. Within the PERF, the benefit provisions for the State and school employees are established by statute. The benefits for the public agencies are established by contract with the System in accordance with the provisions of the Public Employees' Retirement Law. The benefits for the LRF are established in accordance with the provisions of the Legislators' Retirement Law. The benefits for the JRF are established in accordance with the provisions of the Judges' Retirement Law. The benefits for the JRF II are established in accordance with the provisions of the Judges' Retirement System II Law. The benefits for the VFF are established in accordance with the provisions of the Volunteer Firefighters' Length of Service Award Act.

In November 1990 the voters added Article IV, Section 4.5 to the State Constitution by adopting Proposition 140. This section effectively prohibited current and future legislators from earning State retirement benefits for service in the Legislature on or after November 7, 1990, though it recognized vested pension benefits that had accrued before that date.

The California Supreme Court held in the case of *Legislature v. Eu* (1991) that the portion of Proposition 140 limiting accrual of additional pension rights for incumbents was unconstitutional. Thus, the court permitted incumbent legislators who were in office on November 1, 1990 to continue to accrue retirement benefits during legislative service after that date. The affected members may continue to make retroactive contributions until the prior allowable contribution levels have been attained and have made such retroactive contributions during fiscal years 1992-2000. The State is required to contribute the corresponding retroactive amount.

Due to the effects of Proposition 140, the Legislators' Retirement Fund is in transition. The number of legislators eligible to participate in the LRF is declining as incumbent legislators leave office and are replaced by new legislators who are not eligible to participate in the program. Eventually, the only active members in the Fund will be approximately 18 constitutional officers (including the Insurance Commissioner and members of the Board of Equalization) and approximately four legislative statutory officers.

Costs of administering the Funds are financed through

the contributions and investment earnings of the Funds.

In September 1999, Senate Bill 400 (S.B. 400), Chapter 555 of the 1999 Statutes, was signed into law by the Governor. S.B. 400, which became effective January 1, 2000, revises the statutes guiding the administration of the PERF and provides for enhanced benefits for State and school members of the PERF. Benefit enhancements include increased benefits for active State and school members, various one-time cost-of-living adjustments to State and school retirees, and the opportunity for State Second Tier PERF members to elect participation in the First Tier. The enactment of S.B. 400 increased the actuarial present value of benefits to be paid by the PERF by approximately \$9 billion. Management believes that the assets available on an actuarial basis will be sufficient to fund these benefit enhancements, thereby mitigating the impact upon employer contributions.

Termination

Upon separation from the retirement plans, members' accumulated employee contributions are refundable with interest credited through the date of refund, as required by applicable laws. Withdrawal of such accumulated contributions results in forfeiture of the related vested benefits.

In the event that public agencies elect to terminate their contracts with the retirement plans, accumulated member and employer contributions, interest, and the related liability for benefits may be transferred to the employers. If amounts are not transferred to the employer, sufficient assets required to cover the related liability for benefits are retained in the retirement plans. Excess assets above those required, if any, are returned to the employer.

Defined Contribution Plan

The State Peace Officers' and Firefighters' Defined Contribution Plan Fund (SPOFF) is a defined contribution pension plan established in 1998 by Chapter 820 of the 1998 Statutes. The plan is a qualified money purchase pension plan under Section 401(a) of Title 26 of the Internal Revenue Code, and is intended to supplement the retirement benefits provided by the PERF to correctional officers employed by the State of California in Bargaining Unit 6.

Contributions to the plan are funded entirely by the

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

employer, with a contribution rate of 2 percent of the employee's base pay, not to exceed contribution limits established by the Internal Revenue Code.

Contribution requirements are established and may be amended through a memorandum of understanding from the State of California Department of Personnel Administration. These contributions, as well as the participant's share of the net earnings of the Fund, are credited to the participant's account.

The net earnings of the Fund are allocated to the participant's account as of each valuation date, in the ratio that the participant's account balance bears to the aggregate of all participants' account balances. The benefit paid to participants will depend only on the amount contributed to participant's account and earnings on the value of the participant's account. Plan provisions are established and may be amended by statute. At June 30, 2000 and 1999, there were 31,838 and 25,897 participants, respectively.

Other Funds Administered by CalPERS

The Public Agency Deferred Compensation Program (IRC 457) is an Internal Revenue Code Section 457(g) defined contribution plan administered by State Street Bank & Trust Company (acting as an agent of CalPERS) to provide benefits at retirement to State of California public agency employees. Plan participation is voluntary to employees of participating State of California public agencies, and contributions are separate from the defined benefit contributions made to CalPERS.

Members may contribute up to 25 percent of covered salary, to a maximum contribution of \$8,000 for the fiscal year ended June 30, 2000. The contribution requirements are established under the Internal Revenue Code. At June 30, 2000 and 1999, there were 7,623 and 5,494 participants, respectively, with account balances.

Members of the plan are allowed to change their contribution amount, transfer account balances among 13 investment options, or change the contribution percentages designated to each option on a daily basis. The 13 investment options are: Money Market Fund, Stable Fixed Income Fund, Bond Fund, S&P 500 Equity Index Fund, Active Large Cap Equity Fund, Russell 2000 Index Fund, Active Small Cap Equity Fund, International Equity Fund, Conservative

Allocation Fund, Moderate Allocation Fund, Aggressive Allocation Fund, Certificate of Deposit, and the Self-Managed Options. Members may access their funds upon retirement, separation from employment, or other distributions as allowed under the Internal Revenue Code. The CalPERS Board of Administration has authorization under the Government Code of the State of California to establish Plan provisions.

The Replacement Benefit Fund (RBF) was established by Chapter 938 of the 1995 Statutes and initially funded in 1998 to provide benefits to members of the PERF whose retirement benefit exceeds Internal Revenue Code Section 415(b) limits. IRC Section 415(b) imposes a dollar limit on the annual retirement benefits an individual may receive from a qualified defined benefit pension plan.

The RBF is funded on a "pay-as-you-go" basis. That is, money collected from an employer during any calendar year must be paid to the retiree during that same year. Employer contributions must be in amounts "equivalent to" the benefits not paid as a result of the limitations of IRC Section 415(b). CalPERS calculates the member's retirement allowance based on the member's choice of retirement option. CalPERS also is responsible for calculating the applicable dollar limit under IRC Section 415(b), and setting the employer rates. At June 30, 2000 and 1999, there were seven and 13 retirees, respectively, in the RBF.

The Supplemental Contributions Program Fund (SCPF) was established January 1, 2000 by Chapter 307 of the 1999 Statutes, as a separate trust fund for the Supplemental Contributions Program (Program), a defined contribution plan that provides supplemental benefits at retirement to members of CalPERS. The Program is a qualified profit-sharing plan under Section 401(a) of Title 26 of the United States Code, administered by CalPERS.

Currently, the Program is available only to State of California employees who are members of CalPERS. The Program is entirely member funded, and participation is voluntary. Participant contributions are made on an after-tax basis and are separate from the defined benefit contributions made to CalPERS. Participants may be able to contribute to a deferred compensation or 401(k) plan in conjunction with the Program, if the participant remains within the Internal

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Revenue Code Section 415(c) limits. Distributions are allowed only at retirement or permanent separation from employment. The CalPERS Board of Administration has authorization under the Government Code of the State of California to establish Plan provisions. At June 30, 2000, there were 1,203 participants in the SCPF.

Prior to the establishment of the SCPF, the assets, liabilities, and changes in net assets of the Program were reported in the PERF. On January 1, 2000, upon establishment of the SCPF, net assets of the Program amounting to approximately \$22,035,000 were transferred to the SCPF through a residual equity transfer.

The Old Age & Survivors' Insurance Revolving Fund (OASI) was established to consolidate the collection and payment for California public agencies of employee and employer contributions under the provisions of the federal Social Security regulations.

Federal legislation was enacted on October 21, 1986, which requires direct remittance of Social Security contributions by individual public agencies and eliminates the intermediary collection and remittance of such contributions by individual public agencies and by State Social Security agencies, such as the OASI. As such, effective January 1, 1987, the OASI stopped receiving contributions from public agencies. The OASI has continued to operate in an agency capacity during the transition period. During the transition period, the OASI functions as an intermediary in the reconciliation of prior year payroll reporting with the federal government. As reconciliations are completed, amounts will be collected and remitted to the federal government or returned to local governments as refunds. If any liabilities are owed which the OASI cannot collect, the State of California or the appropriate public agency is responsible for payment.

The Public Employees' Health Care Fund (HCF) was established under the Public Employees' Medical and Hospital Care Act (PEMHCA) as of July 1, 1988. The self-funded plans, PERS Choice and PERSCare, are risk pools available to all entities that contract for health insurance coverage under PEMHCA. PERS Choice and PERSCare retain all the risk of loss of allowable health claims. Fund members are not subject to a supplemental assessment in the event of deficiencies. Premium rates for PERS Choice and PERSCare are set by the Board based on a trend

analysis of the historic cost, utilization, demographics, and administrative expenses of the HCF to provide for the claims incurred and the actuarially determined required level of reserves.

PERS Choice and PERSCare provide a Basic health plan for active employees and retirees not eligible for both Parts A and B of Medicare and a supplemental plan for members who are eligible for Parts A and B of Medicare.

Public agencies participating in PERS Choice and PERSCare are required to make periodic premium payments based on rates as established by the Health Benefit Services Division of CalPERS. Plan members pay the difference between the premium rate and the employers' contribution. Administrative costs are financed by administrative fees billed to public agencies and through investment earnings.

Public agency employers whose employees do not elect PERS Choice and PERSCare submit the provider-determined, Board-approved premiums to the HCF which, in turn, submits the premiums to the respective provider.

At June 30, 2000 and 1999, 1,341 and 1,244 entities, respectively, participated in health insurance coverage under PEMHCA, including the self-funded plan in the following categories:

- public agency employees, annuitants, and their families;
- State and enrolled employees, annuitants, and their families;
- municipal, superior and appellate court judges, annuitants, and their families; and
- legislators, annuitants, and their families.

PEMHCA establishes eligibility rules for the following:

- retirees and beneficiaries receiving health care benefits;
- terminated plan members entitled to but not yet receiving benefits; and
- active plan members.

The Public Employees' Contingency Reserve Fund (CRF) was established in 1962, with the passage of PEMHCA, to fund administrative costs related to the PEMHCA program and as a contingency reserve for such items as increases in future rates or in future benefits.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

PEMHCA was expanded to include local public agency employees on a contract basis in 1967. The CRF is reimbursed by the State and contracting public agencies for costs incurred from administering the program.

Administrative costs include direct costs of the program and a proportionate share of indirect costs allocated to the CRF by the PERF. The administrative allocation rate is determined as a percentage of insurance premiums paid by the employers. The administrative allocation rate for the year ended June 30, 2000 and 1999 was 0.5 percent. Contribution rates are reviewed annually and are adjusted, if needed, to cover budgeted administrative costs.

The CRF also collects health care premiums from annuitants whose retirement allowances are not sufficient to pay their total contributions for the health care plans in which they are enrolled. The CRF remits these amounts to the Public Employees' Retirement Fund, which pays the appropriate health care plan.

The Public Employees' Long-Term Care Fund (LTCF) began providing self-insured long-term care plans in 1995. The LTCF operates by providing long-term care coverage to enrolled members under the Public Employees' Long-Term Care Act (PERL, Article 8). The Fund contracts with a third party to administer the program. Long-term care coverage is offered to all public employees (active or retired), their spouse, parents, or parents-in-law. The LTCF is a member-paid program with no contributions from employers. Premium rates are recommended to the Board by the program actuary and are set by the Board. Prospective enrollees apply directly to the program for long-term care coverage. Twenty plan options are offered to eligible participants.

As of June 30, 2000 there are 130,081 enrollees and 843 participants receiving benefits. As of June 30, 1999, there were 118,298 enrollees and 568 participants receiving benefits.

The Public Employees' Retirement System Deferred Compensation Fund (DCF) accounts for fees earned by CalPERS for managing investments. Fees include: (1) management fees CalPERS has received under a contract with the State of California Department of Personnel Administration, sponsor of the State of California Savings Plus Program, for managing three

investment portfolios; and (2) management fees CalPERS has received under contracts with various State of California public agencies for managing 13 investment portfolios of the Public Agency Deferred Compensation Program (IRC 457). The DCF was established by Chapter 1659 of the 1990 Statutes, which added Government Code Sections 21420-21429. Operation and initial funding of the DCF commenced July 1991. Administrative expenses incurred by the DCF represent the reimbursement to the PERF of actual administrative expenses incurred by the PERF on behalf of the DCF. Financial statements for the three portfolios managed by CalPERS for the State of California Savings Plus Program may be obtained by contacting CalPERS.

2. Summary of Significant Accounting Policies

Measurement Focus, Basis of Accounting, and Basis of Presentation

The accounts of CalPERS are organized and operated on the basis of funds. CalPERS has the following fund types at June 30, 2000.

Fiduciary funds, including pension trust, expendable trust, and agency funds, account for assets held by the government in a trustee capacity or as an agent on behalf of others. The pension trust funds (PERF, LRF, JRF, JRF II, VFF, and SPOFF) are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Member contributions for the PERF, LRF, JRF, and JRF II are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits under the defined benefit plans and refunds are recognized when due and payable in accordance with the terms of each plan. The expendable trust funds (IRC 457, RBF, and SCPF) use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual and expenditures are recorded when the related fund liability is incurred. The agency fund (OASI) is custodial in nature and does not measure the results of

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

operations. Assets and liabilities are recorded using the modified accrual basis of accounting.

Proprietary funds, including enterprise funds (LTCF and DCF) and internal service funds (HCF and CRF) are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. CalPERS applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations, unless they conflict with or contradict GASB pronouncements.

Investments

As a result of Proposition 162 (State Constitution, Article XVI, Section 17), the CalPERS Board of Administration has plenary authority and fiduciary responsibility for the investment of monies. CalPERS invests in stocks, bonds, mortgages, real estate, alternative, and other investments. Alternative investments include two components: direct and partnership. CalPERS maintains certain deposits, cash equivalents, and other investments with financial institutions.

All investments are reported at fair value. The fair values of investments in securities are generally based on published market prices and quotations from major investment firms. Many factors are considered in arriving at fair value. In general, however, corporate bonds are valued based on yields currently available on comparable securities of issuers with similar credit ratings. Investments in certain restricted common stocks are valued at the quoted market price of the issuer's unrestricted common stock, less an appropriate discount. Investments held in internal investment pools have been reported at fair value.

Mortgages are valued on the basis of their future principal and interest payments discounted at prevailing interest rates for similar instruments. The fair value of real estate investments, principally rental property subject to long-term net leases, is estimated based on independent appraisals. Short-term investments are reported at market value, when available, or at cost plus accrued interest, which approximates market value when market values are not available. For investments where no readily ascertainable market value exists,

management, in consultation with their investment advisors, has determined the fair values for the individual investments.

There are certain market risks, credit risks, liquidity risks, foreign currency exchange risks, or event risks which may subject CalPERS to economic changes occurring in certain industries, sectors, or geographies.

Derivatives

Under State Constitution and statutory provisions governing CalPERS investment authority, CalPERS, through its outside investment managers, holds investments in futures and options and enters into forward foreign currency exchange contracts. Futures and options of approximately \$1,024,000 and \$140,960,000 are held for investment purposes at June 30, 2000 and 1999, respectively. Gains and losses on futures and options are determined based upon quoted market values and recorded in the statement of changes in net assets.

Forward foreign currency exchange contracts are used primarily to hedge against changes in exchange rates related to foreign securities. At June 30, 2000 and 1999, CalPERS has approximately \$228,000 and \$144,231,000 net exposure to loss from forward foreign currency exchange transactions related to the approximately \$41 billion and \$36 billion international debt and equity portfolios, respectively.

CalPERS could be exposed to risk if the counterparties to the contracts are unable to meet the terms of the contracts. CalPERS investment managers seek to control this risk through counterparty credit evaluations and approvals, counterparty credit limits, and exposure monitoring procedures. CalPERS anticipates that the counterparties will be able to satisfy their obligations under the contracts.

Fixed Assets

Fixed assets held by the PERF, consisting of buildings, furniture, and equipment, are recorded at cost, or, if donated, at their estimated fair market value at the date of donation. They are depreciated over their estimated useful lives, ranging from five to 40 years, using the straight-line method of depreciation.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Actuarial Valuation

The information included in the required supplemental schedules is based on the actuarial valuations performed as of June 30, 1999, which is the latest available information. Significant actuarial assumptions used in the valuations are included in the notes to the required supplemental schedules.

Memorandum Only Totals

Total columns on the accompanying combined financial statements captioned “Memorandum Only” do not present consolidated financial information and are not necessary for a fair presentation of the financial statements, but are presented only to facilitate financial analysis. Interfund eliminations have not been made in the aggregation of this data.

Reclassification of Prior Year Amounts

Certain amounts in the prior year comparative totals have been reclassified to conform with the current year presentation.

New Accounting Pronouncements

In June 1999 the Governmental Accounting Standards Board (GASB) issued Statement No. 34, *Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments*. GASB 34 provides a financial reporting model for governmental entities that addresses four basic reporting elements: management’s discussion and analysis, government-wide and fund financial statements, notes to the financial statements, and required supplementary information. CalPERS is required to implement GASB 34 for the year ending June 30, 2002.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at June 30, 2000, and the reported amounts of revenues and expenditures during the year then ended. Actual results could differ from those estimates.

3. Cash, Cash Equivalents & Investments

Cash and cash equivalents of approximately \$19,829,000 and \$20,018,000 in 2000 and 1999, respectively, represent amounts held in the CalPERS general operating accounts with the State Treasury. These monies are pooled with the monies of other State agencies and invested by the State Treasurer’s Office and are not individually identifiable by fund.

For the years ended June 30, 2000 and 1999, State Street Bank & Trust was the master custodian for all of the securities of the PERF. The equity and debt investments held by LRF, JRF II, VFF, SCPF, and LTCF have been commingled in internal investment pools.

CalPERS investments are categorized on the following page to give an indication of the category risk level assumed by the System at June 30, 2000, as defined by GASB Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*.

Category 1, the lowest risk, includes investments that are insured or registered or for which the securities are held by CalPERS or its agent in the name of CalPERS. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty’s trust department or agent in the name of CalPERS. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the name of CalPERS. Investment pools managed by other governments, alternative investments, real estate equity investments, and securities on loan are not categorized.

Securities Lending

The State Constitution and CalPERS Board policies permit CalPERS to use investments of the PERF to enter into securities lending transactions—loans of securities to broker-dealers and other entities for collateral with a simultaneous agreement to return the collateral for the same securities in the future. CalPERS has contracted with State Street Bank & Trust (SSB) and Metropolitan West (Met West) as third-party securities lending agents to lend domestic equity and debt securities for cash collateral of 102 percent and international debt and equity securities for cash

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

The following table presents CalPERS investments by type, at June 30, 2000.

(Dollars in Thousands)

Investment Type	Category 1	Category 2	Category 3	Category Rating Not Required	Total
PERF					
Categorized					
Short-Term Investments:					
Commercial Paper & Banker's					
Acceptances	\$1,480,797	\$ —	\$ —	\$ —	\$1,480,797
International Currency	64,309	—	—	—	64,309
Securities Lending Collateral	14,443,444	—	—	—	14,443,444
Debt Securities	22,013,762	—	—	—	22,013,762
Equity Securities	100,371,043	—	—	—	100,371,043
Mortgage Loans	17,534,485	—	—	—	17,534,485
Not Categorized					
Alternative Investments	\$ —	\$ —	\$ —	\$7,138,749	\$7,138,749
Pooled Investments	—	—	—	1,579,130	1,579,130
Real Estate Equity Investments	—	—	—	9,094,784	9,094,784
Single Family Housing	—	—	—	242,031	242,031
Investments Held by Broker-Dealers					
Under Securities Loans:					
Debt Securities	—	—	—	5,005,736	5,005,736
Equity Securities	—	—	—	9,093,752	9,093,752
Total Investments – PERF	\$155,907,840	\$ —	\$ —	\$32,154,182	\$188,062,022
All Other Funds					
Categorized					
Certificates of Deposit	\$24,490	\$ —	\$ —	\$ —	\$24,490
Debt Securities	414,413	—	—	—	414,413
Equity Securities	620,536	—	—	—	620,536
Not Categorized					
Pooled Investments	—	—	—	106,609	106,609
Total Investments – All Other Funds	\$1,059,439	\$ —	\$ —	\$106,609	\$1,166,048
Total Investments	\$156,967,279	\$ —	\$ —	\$32,260,791	\$189,228,070

collateral of 104 percent. Securities on loan at year-end are presented as not categorized in the preceding table. At June 30, 2000, management believes CalPERS has no credit risk exposure to borrowers because the amounts CalPERS owes the borrowers exceed the amounts the borrowers owe CalPERS. Contracts with the lending agents require them to indemnify CalPERS if the borrowers fail to return the securities (and if the collateral is inadequate to replace the securities lent) or fail to pay CalPERS for income distributions by the securities' issuers while the securities are on loan.

All securities loans can be terminated on demand by either CalPERS or the borrower, although the average term of the overall loans managed by SSB and Met West is 20 days and 39 days, respectively. The cash collateral received on each security loan was invested, in accordance with CalPERS investment guidelines, in short-term investment funds which at June 30, 2000, had weighted average maturities of 142 days and 91 days for the SSB and Met West portfolios, respectively. CalPERS is not permitted to pledge or sell collateral securities received unless the borrower defaults.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Net appreciation (depreciation) in the fair value of investments includes realized and unrealized gains and losses. The calculation of realized gains and losses is independent of a calculation of the net change in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year were included as a change in the fair value of investments reported in those prior years and in the current year.

Net appreciation (depreciation) in the fair value of investments for the years ended June 30 was as follows:

(Dollars in Thousands)

	PERF		LRF		JRF II		VFF	
	2000	1999	2000	1999	2000	1999	2000	1999
Realized Gain (Loss) on Sale of Investments	\$7,006,303	\$7,298,392	\$2,951	\$6,487	\$217	\$17	\$41	\$80
Appreciation (Depreciation) in Fair Value of Investments	4,124,876	5,775,728	6,825	7,643	2,458	2,339	88	177
Net Appreciation (Depreciation) in Fair Value of Investments	\$11,131,179	\$13,074,120	\$9,776	\$14,130	\$2,675	\$2,356	\$129	\$257

Due to the types of investments held by the JRF, RBF, CRF, and DCF, there was no appreciation (depreciation) in fair value of investments in those funds for the years ended June 30, 2000 and 1999.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

SPOFF		IRC 457		SCPF		HCF		LTCF		Total	
2000	1999	2000	1999	2000	1999	2000	1999	2000	1999	2000	1999
\$654	\$ —	\$11,656	\$3,111	(\$8)	\$ —	(\$922)	(\$741)	\$ —	\$ —	\$7,020,892	\$7,307,346
1,698	473	(91)	4,687	(362)	—	(231)	(865)	33,390	38,883	4,168,651	5,829,065
\$2,352	\$473	\$11,565	\$7,798	(\$370)	\$ —	(\$1,153)	(\$1,606)	\$33,390	\$38,883	\$11,189,543	\$13,136,411

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Appreciation (depreciation) in fair value of investments for the years ended June 30, is as follows:

(Dollars in Thousands)

	PERF		LRF		JRF II		VFF	
	2000	1999	2000	1999	2000	1999	2000	1999
For investments at fair value as determined by quoted market price:								
Debt Securities:								
U.S. Government	\$41,557	(\$479,623)	\$3,002	(\$290)	\$653	(\$187)	\$31	(\$5)
Convertible	46,170	8,815	—	—	—	—	—	—
Corporate	(580,426)	(986,555)	—	—	—	—	—	—
International	111,515	(359,337)	—	—	—	—	—	—
Short-Term Investments:								
Domestic	—	(1)	—	—	—	—	—	—
International	599	(48)	—	—	—	—	—	—
Equity Securities:								
Domestic	(450,765)	6,425,155	2,089	6,896	886	2,114	57	182
International	4,054,665	1,783,571	1,734	1,037	919	412	—	—

Total Appreciation (Depreciation) for

Investments at Fair Value as

Determined by Quoted Market Price

\$3,223,315	\$6,391,977	\$6,825	\$7,643	\$2,458	\$2,339	\$88	\$177
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For investments at estimated fair value:

Mortgage Loans	(\$425,942)	(\$841,280)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Real Estate Equities	220,847	94,157	—	—	—	—	—	—
Venture Capital & Private Equity	1,106,656	130,874	—	—	—	—	—	—

Total Appreciation (Depreciation) for

Investments at Estimated Fair Value

\$4,124,876	\$5,775,728	\$6,825	\$7,643	\$2,458	\$2,339	\$88	\$177
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Short-term domestic investments are comprised of the following at June 30:

	PERF		LRF		JRF	
	2000	1999	2000	1999	2000	1999
State of California, Surplus Money						
Investment Fund	\$140,337	\$423,449	\$ —	\$ —	\$ —	\$ —
Commercial Paper & Banker's Acceptances	1,480,797	1,185,583	—	—	—	—
Pooled Employee Funds	1,438,793	364,349	40	90	18,471	17,358
Certificates of Deposit	—	—	—	—	—	—
Total Short-Term Domestic Investments	\$3,059,927	\$1,973,381	\$40	\$90	\$18,471	\$17,358

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

Appreciation (depreciation) in fair value of investments for the years ended June 30, is as follows (continued):

(Dollars in Thousands)

SPOFF		IRC 457		SCPF		HCF		LTCF		Total	
2000	1999	2000	1999	2000	1999	2000	1999	2000	1999	2000	1999
\$73	(\$73)	(\$12)	\$435	\$112	\$ —	(\$231)	(\$865)	\$8,341	(\$503)	\$53,526	(\$481,111)
—	—	—	—	—	—	—	—	—	—	46,170	8,815
—	—	—	—	—	—	—	—	—	—	(580,426)	(986,555)
—	—	—	—	—	—	—	—	—	—	111,515	(359,337)
—	—	—	—	—	—	—	—	—	—	—	(1)
—	—	—	—	—	—	—	—	—	—	599	(48)
1,625	546	(794)	4,267	(313)	—	—	—	18,466	37,009	(428,749)	6,476,169
—	—	715	(15)	(161)	—	—	—	6,583	2,377	4,064,455	1,787,382
\$1,698	\$473	(\$91)	\$4,687	(\$362)	\$ —	(\$231)	(\$865)	\$33,390	\$38,883	\$3,267,090	\$6,445,314
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	(\$425,942)	(\$841,280)
—	—	—	—	—	—	—	—	—	—	220,847	94,157
—	—	—	—	—	—	—	—	—	—	1,106,656	130,874
\$1,698	\$473	(\$91)	\$4,687	(\$362)	\$ —	(\$231)	(\$865)	\$33,390	\$38,883	\$4,168,651	\$5,829,065
SPOFF		HCF		Other Funds						Total	
2000	1999	2000	1999	2000	1999	2000	1999	2000	1999	2000	1999
\$41	\$ —	\$38,423	\$29,591	\$326	\$142			\$179,127		\$453,182	
—	—	—	—	—	—			1,480,797		1,185,583	
—	1,979	26,440	17,525	22,868	22,490			1,506,612		423,791	
—	—	—	—	24,490	16,069			24,490		16,069	
\$41	\$1,979	\$64,863	\$47,116	\$47,684	\$38,701			\$3,191,026		\$2,078,625	

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

4. Contributions & Reserves

Employer Contributions Actuarially Determined & Contributions Made

Employer contributions are calculated as a percentage of employer payroll. The payroll for employees covered by the PERF, LRF, JRF, and JRF II in 2000 was approximately \$27,408,077,000, \$3,233,000, \$145,805,000, and \$39,959,000, respectively.

The PERF and JRF II use a modification of the Entry Age Normal Actuarial Cost Method, which is a projected benefit cost method. That is, it takes into account those benefits that are expected to be earned in the future, as well as those already accrued.

According to this cost method, the normal cost for an employee pension liability is the level amount which would fund the projected benefit if it were paid annually from date of employment until retirement. The Entry Age Normal Actuarial Cost Method used by the PERF and JRF II is modified by CalPERS so that the employer's total normal cost is expressed as a level percentage of payroll. The PERF and JRF II use the level percentage of payroll method to amortize any unfunded actuarial liabilities. The VFF uses the Unit Credit Actuarial Cost Method as the basis for its valuation. The LRF and JRF use the Aggregate Actuarial Cost Method as the basis for their valuations.

The significant actuarial assumptions used in the 1999 valuations to compute the actuarially determined contribution requirements for the PERF, JRF II, and VFF are the same as those used to compute the actuarial accrued liability.

Assumptions used in the actuarial valuations are included in the Notes to Required Supplemental Schedules.

Restrictions on Net Assets Available for Benefits

Included in the Net Assets Held in Trust For Pension Benefits is a restricted reserve that, by law, is retained in the PERF and LRF as a reserve against deficiencies in interest earned, potential losses under investments, court-mandated costs, and actuarial losses resulting from terminations, mergers, and dissolutions of

contracting agencies. This reserve cannot exceed 0.2 percent of total assets of the PERF and the LRF, and totaled approximately \$383,000,000 and \$345,000,000 as of June 30, 2000 and 1999, respectively.

PERF

Actuarial valuations of the PERF are performed annually. The last valuation was performed as of June 30, 1999, for the State, schools, and public agencies.

The total 2000 net retirement contributions for the PERF amounted to approximately \$2,113,905,000, of which \$362,614,000 (the actuarially determined required contribution) came from 1,395 employers and approximately \$1,751,290,000 came from more than 681,000 members (excluding State Second Tier). Normal cost is 8.192 percent of covered payroll, and amortization of over-funded liabilities is (6.604) percent of covered payroll. These figures are averages for all employers. The actual figure varies by each employer's plan.

LRF

The current contribution requirements of the LRF are based on actuarially determined rates promulgated as part of legislation passed in 1977.

Actuarial valuations of the LRF are required to be carried out at least every two years. The Board of Administration utilizes these actuarial valuations to make recommendations to the State for financing the Fund. For the year ending June 30, 2000, the State statutory funding rate was 18.81 percent of covered payroll through December 31, 1999, and the actuarially determined rate of 0.00 percent through June 30, 2000.

For the year ended June 30, 2000, the actual State contributions made to the LRF were approximately \$339,000, which is significantly more than the actuarially determined required contribution of \$0.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

JRF

Contributions made by the State of California to the JRF are made pursuant to State statute and are not actuarially determined; however, an actuarial valuation of the JRF assets and liabilities is made every two years and is used by CalPERS to make recommendations for financing the JRF.

The California law which states that on and after January 1, 2002, the JRF shall be funded and actuarially sound was amended in conjunction with the adoption of the Judges' Retirement System II Law, which, among other provisions, eliminated the requirement that the JRF be funded and actuarially sound. Recommendations to achieve the necessary level of contributions have been submitted by the CalPERS Board to the Legislature.

As of June 30, 2000, funding was provided from the following sources to meet benefit payment requirements:

- | | |
|--------------------------|--|
| • Member Contributions | 8% of applicable member compensation |
| • Employer Contributions | 8% of applicable member compensation |
| • Filing Fees | Varying amounts depending on fee rate and number of filings. |
| • Investments | Current yield on short-term investments. |

- State of California
"Balancing Contributions"

An amount required by the Judges' Retirement Law, at least equal to the estimated benefits payable during the ensuing fiscal year less the sum of (1) the estimated member contributions during the ensuing fiscal year and; (2) net assets available for benefits at the beginning of the fiscal year.

Under a pay-as-you-go basis, short-term investments as well as contributions received during the year are used to make benefit payments. Management and legal counsel believe the State of California is legally required to provide these required contributions to fund the benefits.

For the year ended June 30, 2000, the actual contributions made by the State to the JRF were approximately \$74,079,000, which is significantly less than the actuarially determined required contribution of approximately \$138,895,000.

Because current contributions are used to make benefit payments, the Fund does not retain the accumulated contributions of active members. The cumulative contributions of all currently active members since inception were approximately \$127,906,000 and \$124,081,000 at June 30, 2000 and 1999, respectively, which exceeded net assets held in trust for pension benefits by approximately \$106,390,000 and \$104,233,000 at June 30, 2000 and 1999, respectively.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

JRF II

Actuarial valuations for the JRF II are required to be carried out annually. The legislated State contribution rate will be adjusted periodically as part of the annual Budget Act in order to maintain or restore the actuarial soundness of the Fund. The last actuarial valuation was performed as of June 30, 1999.

For the year ending June 30, 2000, the statutory contribution rate was 18.57 percent based on the June 30, 1998 actuarial valuation. Therefore, for the year ended June 30, 2000, the contributions made by the State to the Fund were approximately \$7,461,000, which is greater than the actuarially determined required contributions of approximately \$7,419,000.

VFF

The current contribution requirements of the VFF are based on actuarially determined rates promulgated as part of the Volunteer Firefighters' Length of Service Award Act passed in 1979.

Actuarial valuations of the VFF are required to be carried out at least every two years. The last valuation was performed as of June 30, 1999. The Board of Administration utilizes these actuarial valuations to make recommendations for financing the Fund.

Contributions for prior service credits are recognized as revenue by VFF at the time a contract with the participating agency is executed. The participating agency may elect to pay the contributions for prior service credits in a lump sum or over a period of up to 10 years.

5. Contingencies

CalPERS is a defendant in litigation involving individual benefit payment and participant eligibility issues and arising from its normal activities. In the event of an adverse decision, any payments awarded by the courts would be recovered by CalPERS through prospective adjustments to the employer contribution rate. Based upon consultation with legal counsel, management believes there will be no material adverse effect on the general purpose financial statements as a result of the ultimate outcome of these matters.

6. Estimated Claims

Basis for Estimated Liabilities

The Public Employees' Health Care Fund (HCF) establishes claim liabilities based on the estimates of the ultimate costs of claims (including future claim adjustment expenses) that have been reported but not settled and of claims that have been "incurred but not reported" (IBNR). The estimated claims liability was calculated by Blue Cross, the HCF's third-party administrator, at June 30, 2000, using a variety of actuarial and statistical techniques and adjusted for actual experience to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. Estimated claims liabilities of \$94,071,900 are carried at their face amount and no interest discount is assumed in the calculation of estimated claims. The IBNR portion represents an estimate for claims that have been incurred prior to June 30, 2000, but have not been reported to the HCF.

Anticipated Investment Income

Anticipated investment income is not included in the calculation of the annual premium requirement for HCF members.

Reinsurance

The HCF has not entered into any reinsurance or excess insurance agreements.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

The following represents changes in the aggregate estimated claims liabilities of the HCF for the years ended June 30:

(Dollars in Thousands)

	PERSCare/ PERS Choice	PERSCare/ PERS Choice
	2000	1999
Total Estimated Claims at Beginning of Fiscal Year	\$75,244	\$69,479
Incurred Claims & Claim Adjustment Expenses:		
Provision for Insured Events of the Current Fiscal Year	537,181	402,578
Decrease in Provision for Insured Events of Prior Years	(29,233)	(22,595)
Total Incurred Claims & Claim Adjustment Expenses	\$507,948	\$379,983
Payments:		
Claims & Claim Adjustment Expenses Attributable to Insured Events of the Current Year	\$443,109	\$327,336
Claims & Claim Adjustment Expenses Attributable to Insured Events of the Prior Fiscal Year	46,011	46,882
Total Payments	\$489,120	\$374,218
Total Estimated Claims at End of the Fiscal Year	\$94,072	\$75,244

7. Long-Term Care Fund

The Public Employees' Long-Term Care Fund (LTCF) began operations in March 1995. The estimated funding level to provide for the payment of future claim benefits is predicated upon participation levels that are expected to be achieved by the program. The premiums from the LTCF are recognized when due from policyholders.

The LTCF establishes the liability for future policy benefits based on the present value of future benefits and expenses less the present value of future premiums.

The liability for future policy benefits was calculated by Tillinghast-Towers Perrin, the Fund's independent actuary, using a variety of actuarial and statistical techniques as part of their actuarial review as of June 30, 2000. Certain key assumptions used in this calculation are a discount rate of 8 percent (the average rate of assumed investment yields in effect for the current year), morbidity, disability continuance, mortality, voluntary termination, and claims expense. The estimated liability for future policy benefits as of June 30, 2000, was \$527,909,000.

REQUIRED SUPPLEMENTAL SCHEDULE OF FUNDING PROGRESS

(Dollars in Millions)

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratios (1)/(2)	(5) Annual Covered Payroll	(6) UAAL as a % of Covered Payroll (3)/(5)
PERF						
6/30/92	\$63,400	\$69,460	\$6,060	91.28%	\$19,000	31.9%
6/30/93	73,190	75,910	2,720	96.42	19,000	14.3
6/30/94	77,850	80,530	2,680	96.67	19,900	13.5
6/30/95	83,775	87,673	3,898	95.55	20,800	18.7
6/30/96	94,230	96,838	2,608	97.30	22,322	11.7
6/30/97	108,566	97,925	(10,641}	110.90	22,504	(47.3)
6/30/98	128,830	106,938	(21,892)	120.50	24,672	(88.7)
6/30/99	148,605	115,748	(32,857)	128.39	27,636	(118.9)
LRF						
6/30/92	\$78.6	\$97.8	\$19.2	80.4%	\$6.2	309.7%
6/30/93	83.3	97.4	14.1	85.5	6.7	210.4
6/30/94	85.3	99.6	14.3	85.6	5.0	286.0
6/30/95	88.5	101.6	13.1	87.1	4.9	267.3
6/30/96	94.2	105.2	11.0	89.5	4.8	229.2
6/30/97 ¹	N/A	N/A	N/A	N/A	N/A	N/A
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A

NOTES:

¹ Beginning with the June 30, 1997 actuarial valuation, actuarial valuations were performed using the Aggregate Cost Valuation Method, which does not identify unfunded actuarial liabilities or actuarial assets. Prior to the June 30, 1997 valuation, actuarial valuations were performed using the Aggregate Entry Age Normal Cost valuation method.

² The Unfunded Actuarial Accrued Liability (net assets in excess of the total Actuarial Liability) of the PERF by major employer group from the June 30, 1999 valuation is as follows: (1) (\$12,143) for the State of California; (2) (\$7,852) for schools; and (3) (\$12,862) for public agencies.

REQUIRED SUPPLEMENTAL SCHEDULE OF FUNDING PROGRESS (continued)

(Dollars in Millions)

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratios (1)/(2)	(5) Annual Covered Payroll	(6) UAAL as a % of Covered Payroll (3)/(5)
JRF						
6/30/92	\$9.1	\$1,292.5	\$1,283.4	0.7%	\$146.5	876.0%
6/30/93	23.3	1,403.5	1,380.2	1.7	146.6	941.4
6/30/94	14.9	1,289.7	1,274.8	1.2	150.0	849.9
6/30/95	9.3	1,406.0	1,396.7	0.7	156.8	890.1
6/30/96	12.5	1,460.1	1,447.6	0.9	153.8	941.0
6/30/97 ¹	N/A	N/A	N/A	N/A	N/A	N/A
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A
JRF II						
6/30/95	\$.239	\$.071	(\$.168)	338.6%	\$.9	(18.7%)
6/30/96	2.388	2.813	.425	84.9	8.1	5.3
6/30/97	7.242	7.906	.664	91.6	15.4	4.3
6/30/98	15.120	15.043	(.077)	100.5	33.9	(0.2)
6/30/99	27.155	26.921	(.234)	100.9	40.0	(0.6)
VFF						
6/30/92	\$.596	\$.528	(\$.068)	112.9%	N/A	N/A
6/30/93	.691	.600	(.091)	115.2	N/A	N/A
6/30/94	.799	.689	(.110)	116.0	N/A	N/A
6/30/95	.931	.815	(.116)	114.2	N/A	N/A
6/30/96	1.078	.934	(.144)	115.4	N/A	N/A
6/30/97	1.360	1.121	(.239)	121.3	N/A	N/A
6/30/98	1.678	1.500	(.178)	111.8	N/A	N/A
6/30/99	1.987	1.805	(.182)	110.1	N/A	N/A

REQUIRED SUPPLEMENTAL SCHEDULE OF EMPLOYER CONTRIBUTIONS

Public Employees' Retirement Fund, Legislators' Retirement Fund, Judges' Retirement Fund, Judges' Retirement Fund II, and Volunteer Firefighters' Length of Service Award Fund for the Past 10 Years

Year Ended June 30	PERF Employer Contributions		LRF Employer Contributions	
	Annual Required Contribution	% Contributions	Annual Required Contribution	% Contributions
1991	\$1,413,380,689	100%	\$552,269	148.0%
1992	439,493,081 ¹	100	2,233,177	33.2
1993	1,454,682,211 ¹	100	2,714,641	24.3
1994	1,518,539,347 ¹	100	2,498,313	23.4
1995	1,578,933,781 ¹	100	2,051,934	27.5
1996	1,850,103,438 ¹	100	2,014,826	28.3
1997	2,285,043,412 ¹	147 ²	1,933,367	127.8 ³
1998	2,289,526,403	100	2,022,421	33.4
1999	1,598,316,666	100	— ⁴	N/A
2000	362,614,344	100	— ⁴	N/A

NOTES:

¹ Employer contributions to the PERF are shown net of the reduction in actuarially determined contributions resulting from the usage of A.B. 702 credits of approximately \$323,000, \$410,000, \$642,000, \$200,405,000, \$359,944,000, and \$1,502,948,000 in 1997, 1996, 1995, 1994, 1993, and 1992, respectively.

² Includes \$1.2 billion payment resulting from a court ruling of the S.B. 240 lawsuit (*Board of Administration v. Wilson*) which was appealed by the State and denied review by the California Supreme Court in May 1997. The Annual Required Contribution for 1997 is not affected by this payment.

³ Includes additional contributions made in arrears. The Annual Required Contribution is not affected by this payment.

⁴ Based on the June 30, 1998 and 1997 actuarial valuations, the annual required contributions for the years ended June 30, 2000 and 1999 were \$0.

REQUIRED SUPPLEMENTAL SCHEDULE OF EMPLOYER CONTRIBUTIONS (continued)

Public Employees' Retirement Fund, Legislators' Retirement Fund, Judges' Retirement Fund, Judges' Retirement Fund II, and Volunteer Firefighters' Length of Service Award Fund for the Past 10 Years

JRF Employer Contributions		JRF II Employer Contributions		VFF Employer Contributions	
Annual Required Contribution	% Contributions	Annual Required Contribution	% Contributions	Annual Required Contribution	% Contributions
\$85,790,918	51.0%	\$ —	—%	\$79,870	100%
100,099,663	51.6	—	—	97,967	100
102,919,084	60.9	—	—	72,313	100
100,500,000	41.5	—	—	99,848	100
104,438,091	47.8	167,999	100	58,515	100
91,379,475	66.6	1,507,116	100	54,844	100
133,373,900	38.1	2,956,457	102.4	162,880	100
133,754,812	42.0	5,339,054	102.2	166,708	100
139,537,660	60.6	7,297,687	100.8	124,291	100
138,895,276	53.3	7,419,121	100.6	202,395	100

NOTES TO REQUIRED SUPPLEMENTAL SCHEDULES

1. Actuarial Information

The information presented in the required supplemental schedules was determined as part of the actuarial valuations as of the dates indicated. Additional information as of the latest actuarial valuation is as follows:

	PERF	LRF	JRF	JRF II	VFF
Valuation Date	June 30, 1999	June 30, 1999	June 30, 1999	June 30, 1999	June 30, 1999
Actuarial Cost Method	Individual Entry Age Normal Cost	Aggregate Cost Method	Aggregate Cost Method	Aggregate Entry Age Normal Cost	Unit Credit
Amortization Method	Level Percentage of Payroll Closed	None ²	None ²	Level Percentage of Payroll Closed	None
Remaining Amortization Period	44 Years for Schools, Average of 31 Years for Public Agencies, and 21 Years for the State	None ²	None ²	Average of 6 Years	None
Asset Valuation Method	Smoothing of Market Value	Smoothing of Market Value	Market Value	Smoothing of Market Value	Smoothing of Market Value
Actuarial Assumptions:					
Net Investment Rate of Return	8.25%	7.5%	7.5%	7.75%	8.00%
Projected Salary Increases ¹	Varies, Based on Duration of Service	3.75%	3.75%	3.75%	None
Post Retirement Benefit Increase	State 2% or 3% Depending on System Varies 2% to 5% for Public Agencies	3.5%	3.75%	3.0%	None
¹ Includes Inflation at:	3.5%	3.5%	3.5%	3.5%	N/A

² The Aggregate Cost Method does not identify or separately amortize unfunded actuarial liabilities or actuarial assets.

REQUIRED SUPPLEMENTAL SCHEDULE OF CLAIMS DEVELOPMENT INFORMATION

Public Employees' Health Care Fund

The table on the next page illustrates how the HCF earned revenues and investment income compare to related costs of loss and other expenses assumed by HCF as of the end of each of the years presented. The rows of the table are defined as follows:

- (1) This line shows the total of each fiscal year's earned contribution revenues and investment revenues.
- (2) This line shows each fiscal year's other operating costs of the HCF, including overhead and claims expense not allocable to individual claims.
- (3) This line shows the HCF's incurred claims and allocated claim adjustment expense (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called *policy year*).
- (4) This section shows the cumulative amounts paid as of the end of successive years for each policy year.
- (5) This section shows how each policy year's incurred claims changed as of the end of successive years. This annual re-estimation results from new information received on known claims, as well as emergence of new claims not previously known.
- (6) This line compares the latest re-estimated incurred claims amount to the amount originally established (line 3) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years mature, the correlation between original estimates and re-estimated amounts is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years.

REQUIRED SUPPLEMENTAL SCHEDULE OF CLAIMS DEVELOPMENT INFORMATION

Public Employees' Health Care Fund—June 30, 2000

(Dollars in Thousands)

	Fiscal & Policy Year Ended			1995
	1992	1993	1994	
1. Net Earned Required Contribution & Investment Revenues	\$321,419	\$327,235	\$336,490	\$339,018
2. Unallocated Expenses	\$20,219	\$19,410	\$26,330	\$22,202
3. Estimated Incurred Claims & Expenses, End of Policy Year	\$236,634	\$256,004	\$250,249	\$241,588
4. Paid (Cumulative) as of:				
End of Policy Year	\$168,183	\$184,453	\$171,039	\$171,950
One Year Later	218,421	237,423	220,470	218,480
Two Years Later	218,421	237,423	220,470	218,480
Three Years Later	218,421	237,423	220,470	218,480
Four Years Later	218,421	237,423	220,470	218,480
Five Years Later	218,421	237,423	220,470	218,480
Six Years Later	218,421	237,423	220,470	—
Seven Years Later	218,421	237,423	—	—
Eight Years Later	218,421	—	—	—
5. Re-estimated Incurred Claims & Expenses:				
End of Policy Year	\$236,634	\$256,004	\$250,249	\$241,588
One Year Later	218,421	237,423	220,470	218,480
Two Years Later	218,421	237,423	220,470	218,480
Three Years Later	218,421	237,423	220,470	218,480
Four Years Later	218,421	237,423	220,470	218,480
Five Years Later	218,421	237,423	220,470	218,480
Six Years Later	218,421	237,423	220,470	—
Seven Years Later	218,421	237,423	—	—
Eight Years Later	218,421	—	—	—
6. Decrease in Estimated Incurred Claims & Expenses From End of Policy Year	(\$18,213)	(\$18,581)	(\$29,779)	(\$23,108)

REQUIRED SUPPLEMENTAL SCHEDULE OF CLAIMS DEVELOPMENT INFORMATION (continued)

Public Employees' Health Care Fund—June 30, 2000

(Dollars in Thousands)

	Fiscal & Policy Year Ended			
1996	1997	1998	1999	2000
\$340,907	\$340,596	\$359,466	\$396,255	\$472,233
\$27,031	\$29,796	\$26,873	\$37,869	\$35,780
\$263,264	\$333,530	\$339,123	\$402,578	\$537,181
\$187,679	\$262,248	\$269,645	\$327,336	\$443,109
236,082	312,932	316,528	373,345	—
236,082	312,932	316,528	—	—
236,082	312,932	—	—	—
236,082	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
\$263,264	\$333,530	\$339,123	\$402,578	\$537,181
236,082	312,932	316,528	373,345	—
236,082	312,932	316,528	—	—
236,082	312,932	—	—	—
236,082	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
(\$27,182)	(\$20,598)	(\$22,595)	(\$29,233)	\$ —

COMBINING FINANCIAL STATEMENTS

Expendable Trust Funds

Expendable trust funds account for assets held by CalPERS in a trustee capacity where the principal and income may be expended in the course of their designated operations. A brief description of each expendable trust fund follows.

Public Agency Deferred Compensation Program Fund

The Public Agency Deferred Compensation Program Fund accounts for an Internal Revenue Service Section 457(g) defined contribution plan that provides benefits at retirement to State of California public agency employees.

Replacement Benefit Fund

The Replacement Benefit Fund accounts for employer contributions used to pay replacement benefits to members whose retirement benefit exceeds Internal Revenue Code Section 415(b) limits.

Supplemental Contributions Program Fund

The Supplemental Contributions Program Fund accounts for employee contributions used to supplement established CalPERS retirement benefits.

Internal Service Funds

Internal service funds account for CalPERS activities that primarily provide services to the State of California on a cost reimbursement basis. A brief description of each internal service fund follows.

Public Employees' Health Care Fund

The Public Employees' Health Care Fund accounts for self-insurance premiums received that are used to pay claims incurred, and health care premiums collected that are remitted to the respective health care provider.

Public Employees' Contingency Reserve Fund

The Public Employees' Contingency Reserve Fund accounts for the administration of certain health care programs and contingency reserves for such items as increases in future rates or in future benefits.

Enterprise Funds

Enterprise funds account for CalPERS activities that are financed and operated in a manner similar to private business enterprises, where the intent is that the costs of providing the goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. A brief description of each enterprise fund follows.

Public Employees' Long-Term Care Fund

The Public Employees' Long-Term Care Fund accounts for long-term care self-insurance premiums received that are used to pay claims incurred, and fund future policy benefits.

Public Employees' Deferred Compensation Fund

The Public Employees' Deferred Compensation Fund accounts for fees earned by CalPERS for managing investments. Fees include: (1) management fees CalPERS has received under a contract with the California Department of Personnel Administration, sponsor of the State of California Savings Plus Program, for managing three investment portfolios; and (2) management fees CalPERS has received under contracts with various California public agencies for managing 13 investment portfolios of the Public Agency Deferred Compensation Program.

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - EXPENDABLE TRUST FUNDS

For the Year Ended June 30, 2000, for the IRC 457 and the RBF, and for the Six Months Ended June 30, 2000, for the SCPF (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	IRC 457	RBF	SCPF	Totals	
				2000	1999
Revenues					
Contributions					
Participants	\$109,489	\$ —	\$1,315	\$110,804	\$47,905
Employers	—	182	—	182	256
Investment Income					
Net Appreciation in Fair Value of Investments	\$11,565	\$ —	(\$370)	\$11,195	\$7,798
Interest, Dividends & Other					
Investment Income	1,666	3	2	1,671	3,172
Total Revenues	\$122,720	\$185	\$947	\$123,852	\$59,131
Expenditures					
Benefits	\$ —	\$147	\$ —	\$147	\$207
Participant Withdrawals	71,118	—	574	71,692	31,154
Administrative	678	—	—	678	490
Total Expenditures	\$71,796	\$147	\$574	\$72,517	\$31,851
Excess of Revenues Over Expenditures	\$50,924	\$38	\$373	\$51,335	\$27,280
Fund Balance					
Beginning of Year	\$106,867	\$50	\$ —	\$106,917	\$79,637
Residual Equity Transfer ¹	\$ —	\$ —	\$22,035	\$22,035	\$ —
End of Year	\$157,791	\$88	\$22,408	\$180,287	\$106,917

NOTE:

¹ See Note 1 to the General Purpose Financial Statements.

COMBINING BALANCE SHEET - INTERNAL SERVICE FUNDS

As of June 30, 2000 (with Comparative Totals, as of June 30, 1999)

(Dollars in Thousands)

			Totals	
	HCF	CRF	2000	1999
Assets				
Cash & Cash Equivalents	\$307	\$533	\$840	\$4,645
Receivables				
Member, Public Agency, State & School	\$9,773	\$ —	\$9,773	\$4,952
Interest & Dividends	2,673	58	2,731	2,879
Due from Other Funds	10	330	340	270
Other	138	—	138	395
Total Receivables	\$12,594	\$388	\$12,982	\$8,496
Investments, at Fair Value				
Short-Term Investments:				
Domestic	\$64,863	\$10,189	\$75,052	\$55,751
Debt Securities:				
U.S. Government	107,062	—	107,062	161,716
Total Investments	\$171,925	\$10,189	\$182,114	\$217,467
Total Assets	\$184,826	\$11,110	\$195,936	\$230,608
Liabilities & Retained Earnings				
Liabilities				
Insurance Premiums & Claims in				
Process of Payment	\$59,903	\$ —	\$59,903	\$43,127
Estimated Insurance Claims Due to				
Health Care Providers	94,072	—	94,072	75,244
Due to Other Funds	333	2,698	3,031	6,971
Other	3,857	240	4,097	3,195
Total Liabilities	\$158,165	\$2,938	\$161,103	\$128,537
Retained Earnings	\$26,661	\$8,172	\$34,833	\$102,071
Total Liabilities & Retained Earnings	\$184,826	\$11,110	\$195,936	\$230,608

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS - INTERNAL SERVICE FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	HCF	CRF	Totals	
			2000	1999
Operating Revenues				
Self Insurance	\$461,207	\$ —	\$461,207	\$382,814
Health Care Premiums Collected	542,960	825	543,785	465,676
Administrative Fees & Other	135	12,253	12,388	8,228
Total Operating Revenues	\$1,004,302	\$13,078	\$1,017,380	\$856,718
Operating Expenses				
Claims Expense	\$489,120	\$ —	\$489,120	\$374,218
Increase (Decrease) in Estimated Liabilities	18,828	—	18,828	5,765
Health Care Premiums Remitted to Insurance Carriers	542,960	825	543,785	465,676
Administrative Expenses	35,780	8,520	44,300	45,242
Total Operating Expenses	\$1,086,688	\$9,345	\$1,096,033	\$890,901
Operating (Loss) Income	(\$82,386)	\$3,733	(\$78,653)	(\$34,183)
Non-Operating Revenues				
Net Depreciation in Fair Value of Investments	(\$1,153)	\$ —	(\$1,153)	(\$1,606)
Interest & Other Investment Income	12,044	524	12,568	13,744
Total Non-Operating Revenues	\$10,891	\$524	\$11,415	\$12,138
Net (Loss) Income	(\$71,495)	\$4,257	(\$67,238)	(\$22,045)
Retained Earnings				
Beginning of Year	\$98,156	\$3,915	\$102,071	\$124,116
End of Year	\$26,661	\$8,172	\$34,833	\$102,071

COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	HCF	CRF	Totals	
			2000	1999
Cash Flows from Operating Activities				
(Decrease) Increase from Operations	(\$82,386)	\$3,733	(\$78,653)	(\$34,183)
Net Effect of Changes in:				
Receivables				
Member, Public Agency, State & School	(4,823)	2	(4,821)	(2,859)
Due from Other Funds	(10)	(60)	(70)	(22)
Other	257	—	257	(395)
Insurance Premiums & Claims				
in Process of Payment	16,776	—	16,776	2,042
Estimated Insurance Claims Due to				
Health Care Providers	18,829	—	18,829	5,765
Due to Other Funds	(1,698)	(2,243)	(3,941)	2,911
Other Liabilities	831	72	903	(9,714)
Cash (Used) Provided by Operating Activities	(\$52,224)	\$1,504	(\$50,720)	(\$36,455)
Cash Flows from Investing Activities				
Proceeds from Sales of Investments	\$67,418	\$ —	\$67,418	\$76,773
Purchases of Investments	(13,917)	—	(13,917)	(108,315)
Net Change in Short-Term Investments	(17,747)	(1,554)	(19,301)	57,454
Interest Received	12,218	497	12,715	14,865
Cash Provided (Used) by Investing Activities	\$47,972	(\$1,057)	\$46,915	\$40,777
(Decrease) Increase in Cash & Cash Equivalents	(\$4,252)	\$447	(\$3,805)	\$4,322
Cash & Cash Equivalents, July 1	\$4,559	\$86	\$4,645	\$323
Cash & Cash Equivalents, June 30	\$307	\$533	\$840	\$4,645

COMBINING BALANCE SHEET - ENTERPRISE FUNDS

As of June 30, 2000 (with Comparative Totals, as of June 30, 1999)

(Dollars in Thousands)

			Totals	
	LTCF	DCF	2000	1999
Assets				
Cash & Cash Equivalents	\$2,178	\$ —	\$2,178	\$943
Receivables				
Member, Public Agency, State & School	711	—	711	435
Interest & Dividends	19	50	69	38
Administrative Fees & Other	326	117	443	459
Total Receivables	\$1,056	\$167	\$1,223	\$932
Investments, at Fair Value				
Short-Term Investments:				
Domestic	\$50	\$1,950	\$2,000	\$1,638
Equity Securities:				
Domestic	283,805	—	283,805	205,289
International	57,049	—	57,049	38,784
Debt Securities:				
U.S. Government	205,889	—	205,889	140,868
Total Investments	\$546,793	\$1,950	\$548,743	\$386,579
Total Assets	\$550,027	\$2,117	\$552,144	\$388,454
Liabilities & Retained Earnings				
Liabilities				
Insurance Premiums & Claims in				
Process of Payment	\$340	\$ —	\$340	\$688
Estimated Liability for Future Policy Benefits	527,909	—	527,909	311,947
Due to Other Funds	104	926	1,030	875
Other	5,113	337	5,450	5,588
Total Liabilities	\$533,466	\$1,263	\$534,729	\$319,098
Retained Earnings	\$16,561	\$854	\$17,415	\$69,356
Total Liabilities & Retained Earnings	\$550,027	\$2,117	\$522,144	\$388,454

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS - ENTERPRISE FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	LTCF	DCF	Totals	
			2000	1999
Operating Revenues				
Self Insurance	\$152,423	\$ —	\$152,423	\$134,700
Administrative Fees & Other	—	1,312	1,312	1,070
Total Operating Revenues	\$152,423	\$1,312	\$153,735	\$135,770
Operating Expenses				
Claims Expense	\$10,682	\$ —	\$10,682	\$6,843
Increase in Estimated Liabilities	215,962	—	215,962	100,460
Administrative Expenses	11,893	1,594	13,487	12,884
Total Operating Expenses	\$238,537	\$1,594	\$240,131	\$120,187
Operating (Loss) Income	(\$86,114)	(\$282)	(\$86,396)	\$15,583
Non-Operating Revenues				
Net Appreciation in Fair Value of Investments	\$33,390	\$ —	\$33,390	\$38,883
Interest, Dividends & Other				
Investment Income	974	91	1,065	938
Total Non-Operating Revenues	\$34,364	\$91	\$34,455	\$39,821
Net (Loss) Income	(\$51,750)	(\$191)	(\$51,941)	\$55,404
Retained Earnings				
Beginning of Year	\$68,311	\$1,045	\$69,356	\$13,952
End of Year	\$16,561	\$854	\$17,415	\$69,356

COMBINING STATEMENT OF CASH FLOWS - ENTERPRISE FUNDS

For the Year Ended June 30, 2000 (with Comparative Totals for the Year Ended June 30, 1999)

(Dollars in Thousands)

	LTCF	DCF	Totals	
			2000	1999
Cash Flows from Operating Activities				
(Decrease) Increase from Operations	(\$86,114)	(\$282)	(\$86,396)	\$15,583
Net Effect of Changes in:				
Receivables				
Member, Public Agency, State & School	(276)	—	(276)	(22)
Other	(326)	342	16	(57)
Insurance Premiums & Claims	(348)	—	(348)	652
Estimated Liability for Future Policy Benefits	215,962	—	215,962	100,460
Due to Other Funds	(389)	544	155	212
Other Liabilities	(348)	209	(139)	888
Cash Provided by Operating Activities	\$128,161	\$813	\$128,974	\$117,716
Cash Flows from Investing Activities				
Purchases of Investments	(\$128,412)	\$ —	(\$128,412)	(\$118,761)
Net Change in Short-Term				
Investments	519	(881)	(362)	(340)
Interest & Dividends Received	967	68	1,035	946
Cash Used by Investing Activities	(\$126,926)	(\$813)	(\$127,739)	(\$118,155)
Decrease in Cash & Cash Equivalents	\$1,235	\$ —	\$1,235	(\$439)
Cash & Cash Equivalents, July 1	\$943	\$ —	\$943	\$1,382
Cash & Cash Equivalents, June 30	\$2,178	\$ —	\$2,178	\$943

ADMINISTRATIVE EXPENSES — ALL FUNDS

(Dollars in Thousands)

Personnel Services	
Salaries & Wages	\$67,423
Employee Benefits	11,710
Total Personnel Services	\$79,133
Consultant & Professional Services	
State of California Agencies	\$2,172
External Consultants	55,894
Health Plan Administrator Fees	33,281
Deferred Compensation Management/Custody Fees	1,628
Long-Term Care Fees	10,787
Total Consultant & Professional Services	\$103,762
Operating Expenses & Equipment	
General Expense	\$4,481
Software	4,204
Printing	2,559
Postage	2,350
Communications	2,000
Data Processing Services	5,103
Travel	1,868
Training	1,036
Medical Examiners	564
Facilities Operation	10,977
Central Administrative Services	3,933
CSUS Foundation - Students	907
Administrative Hearings	253
Consolidated Data Center	681
Equipment	8,844
Total Operating Expenses & Equipment	\$49,760
Other Expenses & Adjustments	
Depreciation Expense	\$5,064
Increase in Paid Absence Obligation	1,167
Reimbursements	(1,586)
Prior Year & Other Adjustments	(2,754)
Total Other Expenses & Adjustments	\$1,891
Total Administrative Expenses — All Funds	\$234,546

INVESTMENT EXPENSES — PERF

(Dollars in Thousands)

External Securities Management Fees,

Performance Fees, & Other Fees

Domestic Mainstream Equity Managers

Brinson Partners, Inc.	\$1,513
Brown Capital Management	4,280
Dimensional Fund Advisors	1,135
Dresdner RCM Capital Management	239
Geewax, Terker & Company	1,600
Goldman Sachs Asset Management	2,516
Hermes Lens	95
Oak Associates, Ltd.	4,627
Oppenheimer Capital	929
The Boston Company Asset Management, LLC	757
The Putnam Advisory Company, Inc.	2,509
US Trust of New York	1,658
Valenzuela Capital Partners, LLC	268
ValueQuest/TA, LLC	713

Total Domestic Mainstream Equity Managers \$22,839

Small & Emerging Domestic Equity Managers

Valenzuela Capital Partners, Inc.	\$332
ValueQuest/TA, LLC	417

Total Small & Emerging Domestic Equity Managers \$749

Total Domestic Equity Managers \$23,588

International Equity Managers

Morgan Grenfell Investment Services, Ltd.	\$1,153
Newport Pacific Management, Inc.	770
Nomura Asset Management U.S.A., Inc.	1,087
Oechsle International Advisors, L.P.	1,252
Paribas Asset Management, Inc.	1,609
Schroder Capital Management International, Inc.	1,126
ValueQuest/TA, LLC	668
Various Managers	736

Total International Equity Managers \$8,401

International Fixed Income Managers

Baring International/Investment, Ltd.	\$1,076
Fiduciary Trust Company International	775
Julius Baer Investment Management, Inc.	1,018
Mercury Asset Management International, Ltd.	941

Total International Fixed Income Managers \$3,810

Global Asset Allocation Managers

Brinson Partners, Inc.	\$1,246
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Total Global Asset Allocation Managers \$1,246

Currency Overlay Managers

Credit Suisse Asset Management	\$1,199
Pareto Partners	2,155
State Street Bank & Trust Company	576

Total Currency Overlay Managers \$3,930

Total External Securities Management Fees & Other Fees \$40,975

Performance Fees

Large Domestic Equity Managers

The Putnam Advisory Company, Inc.	\$4,447
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Total Performance Fees \$4,447

Miscellaneous Dividend Taxes Withheld \$7,938

Total External Securities Management Fees, Performance Fees, & Other Fees \$53,360

INVESTMENT EXPENSES — PERF (continued)

(Dollars in Thousands)

Real Estate Managers, Advisors & Partners

Real Estate Operating Expenses	
Administration, Property Maintenance & Support, and Other	\$421,451
Total Real Estate Operating Expenses	\$421,451

Real Estate Advisors

Asset Management Fees	
Andrew Miller Capital Advisors	\$500
CB Richard Ellis Investors	647
Lend Lease	1,487
Total Real Estate Advisors Asset Management Fees	\$2,634

Real Estate Partners

Asset Management Fees	
Burnham Pacific	\$2,546
CNL Net Lease Investors, L.P.	535
Campbell Group	822
Commonwealth	3,180
General Investment & Development Advisors	1,331
Great Eastern Timber Group	479
Hancock Timber Resource Group	1,890
Hines	3,446
Johnson/MacFarlane Partners	500
Kennedy Associates	120
La Salle Advisors	1,601
Lend Lease (EQK)	747
RREEF America Partners, L.P.	3,761
SSR Realty	2,401
Hearthstone Housing Partners I	1,280
Hearthstone Housing Partners II	327
Hearthstone Housing Partners III	35
Institutional Housing Partners	2,348
Institutional Housing Partners	168
Institutional Housing Partners	2,773
MacFarland/Weyerhaeuser II	63
Newland Capital Advisors I	361
Olympic Realty Advisors I	86
Olympic Realty Advisors II	465
Pical I, L.P.	746
Pical II, L.P.	365
Residential R.E. Partners, L.P.	1,006
Wells Fargo Housing Fund	613

Total Real Estate Partners Asset Management Fees \$33,995

Incentive Fees Real Estate Partners \$20,510

Commercial Mortgages \$1,663

Single Family Participation/Member Home Loans \$884

Total Real Estate Managers, Advisors & Partners \$481,137

Consultants

Ernst & Young, L.L.P.	\$110
Hamilton Lane Advisors, Inc.	1,401
J.P. Morgan	650
McKinsey & Company, Inc.	1,725
Pacific Corporate Group, Inc.	1,720
Pension Consulting Alliance/Ernst & Young/Kenneth Leventhal Co.	645
Pension Consulting Alliance	400
Projects International, Inc.	160
R.V. Kuhns & Associates	185
Strategic Investment Solutions	37
Wilshire Associates	1,181

Total Consultant Fees \$8,214

Attorneys & Master Custodian

Paul, Hastings, Janofsky & Walker	\$275
McDonough, Holland & Allen	340
Pillsbury, Madison & Sutro	703
State Street Bank & Trust Company	3,925

Total Attorney & Master Custodian Fees \$5,243

Total Investment Expenses \$547,954

CONSULTANT AND PROFESSIONAL SERVICES EXPENSES

(Dollars in Thousands)

Individual or Firm	Fee	Nature of Service
Synergy Consulting, Inc.	\$11,740	Support Efforts; Design Artifacts; Knowledge Transfer Session
Complete Business Solutions, Inc.	7,131	HR Mgmt. System-Proj. II-Phase B; Maint. Supp.; Interface Specifications; PAM Set-up Document
Computer Resources Group	6,685	WatchNet System; MVS Support for OS/390 Prod.; Y2K Support
Jones, Day, Reavis & Pogue	3,518	Advise Board Staff; Health Law Counsel; Alternative Investments
KPMG Peat Marwick	2,807	Enterprise Tech. Architecture
IBM Corporation	1,809	ADSM Support & Implementation
Gabriel, Roder, Smith & Company	1,637	Evaluation Sys. Software; Actuarial Consulting
State Controller's Office	1,540	Direct Deposit Services; Travel Advance System; Retirees Roll Payments; Expedite Payments
Information Technology SW Professionals	1,532	Legacy Support
Logicon Advanced Technology	1,370	System Architectural Analysis
Moore Business Communications	1,185	Board Elections; Mailing Open Enrollment; Annual Member Statements
Oracle	1,130	Oracle NT Support
Eclipse Solutions, Inc.	961	IAR Consultants-Shane Magee
Hewlett-Packard	914	Hardware/Software Maintenance; Technical Support Services
Deloitte & Touche	877	Health Plan Evaluation
Carrera Consulting Group	606	PeopleSoft Post-Implementation Support
PricewaterhouseCoopers LLP	581	Consulting Services; Audit of Financial Statements
Lance Jackson Enterprise	568	Service Level Improvement Project
Pillsbury, Madison & Sutro	537	Health Care Law Counsel
Advance Programming Institute	507	Data Administration and Modeling; Smart Desk Project
Paul, Hastings, Janofsky, Walk	500	Alternative Investments Counsel
David Vienna & Associates	495	Federal Legal Representative
Global Access	447	Development & SAR Enhancement
Pilot Computer Services, Inc.	380	Mainframe Application Support
Futures International, Inc.	363	Executive Searches
Compaq Computer Corporation	353	ACES Project Release 2
Princeton Financial Systems UGC	256	Domestic/International Manager Portfolio; Software Development Kit
R & G Associates	256	Image Server Interim Disaster Recovery Action Plan
Townsend, Raimundo, Besler & Usher	250	Marketing and Communication Services
Conrad & Associates, LLP	246	Real Estate Property Management Audit
Steproe & Johnson, LLP	243	Tax Counsel
California Image Associates	233	Video Series
McDonough, Holland & Allen	232	Health Care Law Counsel
Spherion	214	Support PeopleSoft Financial System; Consulting Services-Oracle DBA Support
Florida Modis, Inc.	204	PeopleSoft HRMS Support
Emerald Solutions	200	Human Resources Self-Service Center
Novadigm, Inc.	194	Implementation Project Management
Roberta Reagan, Inc.	184	Legacy Support; Service Level Improvement Project
Christensen, Miller, Fink, Jacobs, Glaser, Weil & Shapiro	175	Alternative Investments Management
Executive Development Associates	175	All Staff Training
Preston, Gates & Ellis	175	Legal Service to Board
Pendleton James Associates	174	Executive Searches
Neo Design	151	Graphic Design Services
Sunrise Technologies, Inc.	141	Disaster Recovery Impact Report
Net Team, Inc.	135	Internet Calculator Project
SAIC	132	Annual Hardware Maintenance Support; Upgrades
Visionary Integration Professionals	130	Retirement Information & Benefit System
Los Rios Community College	120	Training; Student Assistants
DSS Research	117	Member Satisfaction Survey
Mara Consulting, Inc.	117	Benefit Equity/AR Project
Ed Friend, Inc.	116	Actuarial Audit Services; Actuarial Consultant
Insync Consulting & Education, LLC	113	Cognos Impromptu Upgrade; Testing; Training
State Personnel Board	109	Online Services

CONSULTANT AND PROFESSIONAL SERVICES EXPENSES (continued)

(Dollars in Thousands)

Individual or Firm	Fee	Nature of Service
Union Bank of California	109	Banking Services
Shooting Star Solutions, LLC	105	IEEE Standard-Based Training Seminars; Member Services Accounts Receivable System
Department of Personnel Administration	103	State Training Center Services
Amador Stage Lines, Inc.	101	Shuttle Service
Newsedge Corporation	100	Newswire DB Services
IMI Systems, Inc.	100	Systems Analyst
Milliman & Robertson	98	Prof. Actuarial Services; Option Factors; Training
Felderstein, Willoughby & Pascuzzi, LLP	93	Bankruptcy Counsel
Eagle Management Group	90	Conference Exhibit Management
Dee Hansford Consulting	85	Training; Strategic Plan
Forte Software, Inc.	80	MTA Technical Support; CS & S and Training & Material
Gartner Group	77	Access to Research & Advisory Services
Cooperative Personnel Services	75	Strategic Plan Project
R Systems, Inc.	70	Oracle Database Administrator Services
Business History Group, Inc.	66	History Project
Disaster Survival Planning, Inc.	60	Disaster Planning
Regents of the University of California	60	Training Courses
PeopleSoft, Inc.	53	Training Units
Newpoint Group	52	Actuarial Services Improvement; Consulting Services
Cost Effectiveness Measurement	50	Benchmarking Services
Lucent Technologies	50	Network Assessment Project
Interactive Data	49	COMET
Gail Mancarti Consulting	45	Facilitation; Training
Office Workouts, Inc.	44	Wellness Services
Project Mentors	42	Key Project Management Assistance
Practical Consulting Group	41	Automated Account Tracking System
Certified Personnel	40	Key Data Entry Staff; Data Entry Services
Stockman and Associates	39	Change Management Consultant
Results Group	38	Strategic Plan Consulting
Robert E. Grady Jr.	37	Training
James E. Williams	36	Customer Service Contract
IPI* Gramm Tech, Ltd.	34	Annual Maintenance & Support; Consulting Services
Firestar Productions	33	Video Production
Accountemps	32	Cashier Processing; Reconciliation; Enhanced EFT Participation
Hogan & Hartson	32	Securities Counsel; Legal Service Securities
PM/CM Services, Inc.	31	Project/Construction Management Consultation
Pride Industries	30	Mailing Services
Watson Wyatt Worldwide	30	Actuarial Vendor Pool
Peters Shorthand Reporting	29	Certified Hearing Report
Carlsen Thomas, LLP	27	Legal Services/Labor Relations
Straight Ahead Management	25	Organizational Development Activity
Parent Contract for AESD Actuarial Pool	24	Actuarial Vendor Pool
ISS Secure University	23	RealSecure Training; Training
Facility Data Management	23	Y2K PC Software Upgrade
Primavera Systems, Inc.	23	Software Maintenance; Training; Primavera Expedition 7.0
Sparta Systems, Inc.	21	On-Site Assistance; Trackwise for Oracle-Basic; Trackwise Web Team Access
Morrison & Foerster	20	Fiduciary Counsel
Positive Impact Consulting	20	Support; Training & Consulting
Golden 1 Credit Union	20	Deferred Compensation Marketing
Jeskell, Inc.	19	Hardware/Software Purchase
AAMVANET	18	License Programs; Network Services
ATV Video Center	17	Audio-Visual Services
AG Group, Inc.	17	Consultation Sessions
Other	465	

Total Consultant and Professional Services \$58,066

CHIEF INVESTMENT OFFICER'S LETTER



November 2, 2000

On behalf of the California Public Employees' Retirement System's Investment Operations, I am pleased to present reports on our Summary of Investments, California Investments, and Investment Performance for the PERF for the period ended June 30, 2000.

This data was compiled by our Investment staff, CalPERS pension consultant Wilshire Associates, and our master custodian State Street Bank & Trust Company. It is presented in accordance with statutes found in the Public Employees' Retirement Law.

We earned a 10.5 percent return on our investments for the one-year period ended June 30, 2000, marking the sixth straight year of double-digit returns. Over the five-year period ended June 30, we earned a 15.6 percent return, better than most multi-billion dollar public pension funds, according to a report compiled by the Trust Universe Comparison Service.

Our total assets were valued at \$172.5 billion, growing by approximately \$13 billion during the year, after contributions and benefit payments.

Our performance is the culmination of superior investment and risk management. At the same time, we recognize that the investment climate over the last five years has been one of the most favorable in history. Inevitably, the markets will someday underperform expectations. Our recent excess returns will better enable us to weather any lean years.

Our performance was well above the 8.25 percent assumed actuarial rate of return needed to pay retirement benefits, led by strong gains in our equity investments. Despite some volatility in the market, our U.S. stock investments returned 8.3 percent, matching the benchmark return of the Wilshire 2500.

At the end of the year, CalPERS held approximately \$111 billion in U.S. and international stocks, \$45 billion in U.S. and international bonds, \$9 billion in real estate, and \$7 billion in privately-held investments.

We continued to invest in the State of California, providing a strong economic boost for California's growth. At the end of the year, we had \$16.6 billion invested in California real estate, housing, and stocks and bonds in corporations that make California their home.

Daniel M. Szente
Chief Investment Officer

INVESTMENTS

Summary of Investments, as of June 30, 2000

Category	Book Value	Market Value	% of Investments at Market Value
Cash Equivalents & Net Receivables/Payables			
Domestic Cash Equivalents			
Internal Domestic Cash Equivalents			
Cash Equivalents	\$2,881,630,640	\$2,881,630,640	1.67%
State Pooled Money Investment Fund	140,337,000	140,337,000	0.08%
Total Internal Domestic Cash Equivalents	\$3,021,967,640	\$3,021,967,640	1.75%
External Domestic Cash Equivalents	\$37,959,497	\$37,959,497	0.02%
Total Domestic Cash Equivalents	\$3,059,927,137	\$3,059,927,137	1.77%
External International Currency	\$63,682,510	\$64,308,955	0.04%
Net Investment Receivables/Payables	(\$1,126,365,225)	(\$1,126,365,225)	-0.65%
Total Cash Equivalents & Net Receivables/Payables	\$1,997,244,422	\$1,997,870,867	1.16%
Fixed Income			
Domestic Fixed Income			
Internal Domestic Fixed Income			
U.S. Treasuries & Other Fixed Income Securities			
U.S. Treasuries & Agencies	\$5,204,255,129	\$5,183,547,732	3.01%
Inflation Protected Securities	615,051,114	614,019,506	0.36%
Corporate			
Asset-Backed	2,059,539,780	2,056,006,117	1.19%
High Yield	644,158,931	556,788,219	0.32%
Private	228,766,230	236,351,251	0.14%
Public	11,570,947,732	11,225,161,866	6.51%
Sovereign	52,791,350	53,457,865	0.03%
Other Fixed Income	99,962,965	99,906,250	0.06%
International			
U.S. Treasuries & Agencies	66,478,394	63,742,910	0.04%
Public	466,567,816	442,202,436	0.26%
Sovereign	766,402,032	804,698,476	0.47%
Total U.S. Treasuries & Other Fixed Income Securities	\$21,774,921,473	\$21,335,882,628	12.39%
Mortgage-Backed Securities			
CMO	\$9,279,561,431	\$9,115,691,013	5.29%
FHLMC	2,001,711,468	1,890,308,188	1.10%
FNMA	4,032,102,453	3,977,482,512	2.30%
GNMA	10,278,082	10,744,450	0.01%
Total Mortgage-Backed Securities	\$15,323,653,434	\$14,994,226,163	8.70%
Private Mortgages			
Commercial Mortgage Pools	\$126,679,772	\$94,108,443	0.05%
Commercial Whole Loans	934,706,525	947,664,434	0.55%
Single Family Participating Certificates	1,119,741	1,227,863	0.00%
Total Private Mortgages	\$1,062,506,038	\$1,043,000,740	0.60%

INVESTMENTS

Summary of Investments, as of June 30, 2000 (continued)

Category	Book Value	Market Value	% of Investments at Market Value
Special Investments			
Member Home Loan Programs			
FNMA (Deliverables)	\$838,852,016	\$782,266,527	0.45%
FNMA (Non-Deliverables)	122,698,801	124,564,539	0.07%
GNMA (Fixed)	72,815,686	70,736,023	0.04%
GNMA (Variable)	39,417,028	37,595,587	0.02%
Jumbo	244,665,772	244,849,824	0.14%
CalPERS Member Home Loan Defaulted	1,018,565	1,018,565	0.00%
Retirement Account Loans	50,868,901	50,868,901	0.03%
AFL-CIO HIT	95,116,085	92,254,147	0.05%
Bridge Housing	39,500	39,500	0.00%
Equitable CCMF	33,114,932	33,193,107	0.02%
High Yield-CMBS	90,550,421	87,561,598	0.05%
ULLICO	64,104,963	64,563,380	0.04%
Total Special Investments	\$1,653,262,670	\$1,589,511,698	0.91%
Total Internal Domestic Fixed Income	\$39,814,343,615	\$38,962,621,229	22.60%
External Domestic Fixed Income			
Various Fixed Income	\$15,762,959	\$14,103,706	0.01%
Total External Domestic Fixed Income	\$15,762,959	\$14,103,706	0.01%
Total Domestic Fixed Income	\$39,830,106,574	\$38,976,724,935	22.61%
External International Fixed Income	\$5,165,309,355	\$4,980,926,452	2.89%
Total Fixed Income	\$44,995,415,929	\$43,957,651,387	25.50%
Equity			
Domestic Equity			
Internal Domestic Equity			
Index Fund			
Common Stock	\$17,912,416,397	\$56,888,379,947	32.98%
International	68,912,716	152,084,266	0.09%
Preferred Stock	3,685,362	2,454,235	0.00%
Total Index Fund	\$17,985,014,475	\$57,042,918,448	33.07%
Other Internal Funds			
Common Stock	\$5,441,816,694	\$5,436,536,508	3.15%
International	37,543,221	48,421,028	0.03%
Preferred Stock	214,950	—	0.00%
Total Other Internal Funds	\$5,479,574,865	\$5,484,957,536	3.18%
Convertible Securities			
Bonds	\$356,275,447	\$419,479,222	0.24%
Preferred Stock	281,837,290	264,750,127	0.15%
International	6,000,000	4,356,000	0.00%
Total Convertible Securities	\$644,112,737	\$688,585,349	0.39%
Total Internal Domestic Equity	\$24,108,702,077	\$63,216,461,333	36.64%

INVESTMENTS

Summary of Investments, as of June 30, 2000 (continued)

Category	Book Value	Market Value	% of Investments at Market Value
External Domestic Equity			
Common Stock	\$8,910,891,176	\$12,247,481,391	7.10%
International	494,186,704	572,190,748	0.33%
Preferred Stock	8,100	2,700	0.00%
Total External Domestic Equity	\$9,405,085,980	\$12,819,674,839	7.43%
Total Domestic Equity	\$33,513,788,057	\$76,036,136,172	44.07%
External International Equity			
Common Stock - Unhedged	\$10,489,017,512	\$17,023,092,953	9.87%
Common Stock - Hedged	12,084,015,685	16,948,183,761	9.83%
Preferred Stock - Hedged	27,146,007	33,395,167	0.02%
Currency Options	16,036,543	7,731,884	0.00%
Total External International Equity	\$22,616,215,747	\$34,012,403,765	19.72%
Alternative Investment Management Program			
Direct Component Investments			
Co-Investments	\$249,651,134	\$243,593,512	0.14%
Direct Investments	72,480,000	—	0.00%
Vehicle Investments	256,536,114	269,790,048	0.16%
Partnership Component Investments			
Domestic	4,643,639,796	6,439,898,659	3.73%
International	197,826,514	182,496,645	0.11%
Total Alternative Investment Management Program	\$5,420,133,558	\$7,135,778,864	4.14%
Management Development Program			
Domestic Equity			
Common Stock	\$764,645	\$729,563	0.00%
International	2,749,918	2,735,230	0.00%
Total Domestic Equity	\$3,514,563	\$3,464,793	0.00%
International Equity			
Common Stock	\$93,734,690	\$98,502,535	0.06%
Preferred Stock	1,430,104	1,473,749	0.00%
Total International Equity	\$95,164,794	\$99,976,284	0.06%
Private Equity	\$2,970,000	\$2,970,000	0.00%
Total Management Development Program	\$101,649,357	\$106,411,077	0.06%
Total Equity	\$61,651,786,719	\$117,290,729,878	67.99%

INVESTMENTS

Summary of Investments, as of June 30, 2000 (continued)

Category	Book Value	Market Value	% of Investments at Market Value
Real Estate Programs			
Core Real Estate Investments			
Real Estate Equities	\$4,458,036,453	\$4,393,436,154	2.55%
Real Estate Joint Ventures	1,357,983,836	1,260,489,739	0.73%
Commercial Mortgages	62,525,992	64,643,776	0.04%
Sale/Leaseback	35,153,470	35,153,470	0.02%
Other Mortgages/AFL-CIO Building	50,131,384	89,054,709	0.05%
Total Core Real Estate Investments	\$5,963,831,135	\$5,842,777,848	3.39%
Specialized Real Estate Investments			
Single Family Land Acquisition & Development Program	\$79,629,111	\$62,207,441	0.04%
Single Family Housing Program	242,031,022	242,031,022	0.14%
Catellus Common Stock	258,447,271	281,733,750	0.16%
California Urban Investment Program	12,645,557	14,516,173	0.01%
Franchise Finance	124,550,256	139,243,595	0.08%
Active Prees	1,400,000	1,400,000	0.00%
American Newland III	76,001,435	76,001,435	0.04%
Hearthstone MMII Homebuilding	9,874,947	9,874,947	0.01%
IHP Investment Fund III	128,660,101	128,660,101	0.07%
MW Housing Management LLC	10,278,120	10,278,120	0.01%
Olympic Partners	40,153,479	40,153,479	0.02%
Residential Real Estate Partners III LP	18,186,801	18,186,801	0.01%
Wells Fargo Housing Advisor	9,085,306	9,085,306	0.01%
Hotel	38,542,967	37,039,616	0.02%
Kennedy Development	38,252,536	38,252,536	0.02%
Land	10,234,116	9,050,676	0.01%
Security Capital Global Realty	85,000,000	84,176,775	0.05%
Timberland	651,022,576	1,350,443,390	0.78%
Capital Vision Equities - CVE Affordable Housing	6,372,477	6,372,477	0.00%
Real Estate Investment Trusts	786,733,424	833,189,304	0.48%
Total Specialized Real Estate Investments	\$2,627,101,502	\$3,391,896,944	1.96%
Total Real Estate Programs	\$8,590,932,637	\$9,234,674,792	5.35%
Total Investment Value	\$117,235,379,707	\$172,480,926,923	100.00%
Investment in R Street Project	\$11,285,868	\$11,285,868	
Total Investment Value	\$117,246,665,575	\$172,492,212,791	

NOTE:

Differences between Total Investment Value in the Summary of Investments and Total Investments shown on page 10 are due to differences in reporting methods. In accordance with GASB Statement No. 28, the financial statements include Securities Lending Collateral as part of Total Investments, which is not included here. The Summary of Investments also includes Net Investment Receivables/Payables that are not reported on page 10 in Total Investments.

INVESTMENTS

Investment Performance, as of June 30, 2000

Wilshire Associates, the Board's pension consultant, prepares a Quarterly Report of Investment Performance for the Fund based on performance calculations made by the Fund's custodian, State Street Bank & Trust Company. The one-year, three-year, and five-year time-weighted rates of return for the year ended June 30, 2000, are:

CalPERS Portfolio Comparisons

Category	1-Year Return	3-Year Return	5-Year Return	Index	1-Year Return	3-Year Return	5-Year Return
Total Fund	10.5%	14.1%	15.6%	Asset Allocation Policy Index ¹	9.5%	13.6%	15.0%
				Actuarial Rate	8.25%	8.25%	8.25%
				Trust Universe Comparison Service (TUCS) Public Fund Median	9.4%	12.4%	14.7%
				Trust Universe Comparison Service (TUCS) Public Fund Median > \$1 billion	10.4%	13.9%	15.8%
Domestic Equities	8.3%	19.2%	22.7%	PERS Wilshire 2500	8.3%	19.1%	22.7%
				PERS State Street Global			
International Equities	20.1%	11.8%	13.9%	Advisors Custom Index	17.6%	10.7%	12.1%
Alternative Investments	59.9%	33.8%	27.8%	Annual Hurdle Rate	15%	15%	15%
Private Equity	29.3%	32.3%	18.5%	Annual Hurdle Rate	15%	15%	15%
Total Equity ²	13.5%	17.8%	20.5%				
Domestic Fixed Income	3.8%	6.5%	6.8%	Salomon Brothers Large Pension Fund Index	4.2%	6.3%	6.5%
				Salomon Brothers Non-U.S. World Government Bond Index			
International Fixed Income	-0.9%	2.2%	3.4%	(Net Italy Tax)	2.4%	2.7%	1.7%
Total Fixed Income	3.2%	5.9%	6.4%				
Real Estate	8.6%	10.6%	11.0%	NCREIF ³	11.4%	13.8%	12.1%
Cash Equivalents	5.9%	5.8%	5.8%	90 Day T-Bill	5.2%	5.2%	5.3%

Additional information on CalPERS investment policies, operations, investment results, and detailed asset information can be found in the accompanying 2000 Operations Summary and the 2000 Annual Report of Investments.

NOTES:

¹ The Asset Allocation Policy Index return equals the return for each asset class benchmark, weighted at the current target asset allocations.

² Includes alternative investments, domestic, international, and private equities.

³ National Council of Real Estate Investment Fiduciaries, index on a quarter lag.

INVESTMENTS

Portfolio of California Investments at Market Value, as of June 30, 2000

(Dollars in Millions)

Category	California Investments
Real Estate	
Mortgages	
AFL-CIO Housing Investment Trust	\$2.2
California Community Mortgage Fund	33.2
California Community Initiative Fund	—
Commercial (Whole Loans/Mortgage-Backed Securities)	194.6
Member Home Loan Program	292.0
ULLICO	64.6
Total Real Estate Mortgages	\$586.6
Equity	
AFL-CIO Building Investment Trust	\$23.7
Bay Area Real Estate (Catellus)	216.9
CNL Net Lease Program	23.8
CUIP	15.0
Equity	1,325.0
Housing Program	561.0
Infill Investment Partners	6.4
Kennedy	16.9
Timber	—
Security Cap Global	—
Total Real Estate Equity	\$2,188.7
Total Real Estate Mortgages & Equity	\$2,775.3
Equities	
Alternative Investment Management Program	
Direct Component	\$92.0
Partnership Component	1,600.0
Domestic Equity	9,910.1
International Equity	—
Total Equities	\$11,602.1
Total Real Estate & Equities	\$14,377.4
Fixed Income	
Domestic Fixed Income	
Cash Equivalents & Receivables	\$ —
Corporate Bonds	718.2
Member Home Loan Program - FNMA/GNMA	1,254.0
Mortgage Pass-Through CMOs	241.3
Treasury Bonds	—
Total Domestic Fixed Income	\$2,213.5
International Fixed Income	\$ —
Total Fixed Income	\$2,213.5
Total Investments	\$16,590.9

CalPERS ACTUARIAL CERTIFICATION



CalPERS
Actuarial and Employer Services Division
P.O. Box 942709
Sacramento, CA 94229-2709

September, 2000

As authorized by the CalPERS Board of Administration, we perform an annual actuarial valuation of the CalPERS State and school plans; the latest such valuation is as of June 30, 1999.

To the best of our knowledge, this report is complete and accurate and contains sufficient information to fully and fairly disclose the funded condition of the CalPERS State and school plans. This valuation is based on the employee data provided by the CalPERS Member Services Division, retiree data provided by the CalPERS Benefit Services Division, the statement of assets provided by the CalPERS Fiscal Services Division, and the benefits plans as outlined in Appendix B. It is our opinion that the valuation has been performed by qualified actuaries in accordance with generally accepted actuarial principles, in accordance with standards of practice prescribed by the Actuarial Standards Board, and that the assumptions and methods are internally consistent and reasonable for these plans, as prescribed by the CalPERS Board of Administration according to provisions set forth in the California Public Employees' Retirement Law.

Further, information has been provided by us for the completion of the trend data schedules (Required Supplemental Schedule of Funding Progress and Required Supplemental Schedule of Employer Contributions) in the Financial Section and Exhibits A through G in the Actuarial Section of this CAFR.

Ron Seeling, Ph.D., F.C.A., A.S.A., M.A.A.A.
Enrolled Actuary
Chief Actuary, CalPERS

CalPERS ACTUARIAL METHODS AND ASSUMPTIONS

Actuarial Methods

The ultimate cost that a retirement system such as CalPERS incurs is equal to benefits paid plus the expenses resulting from administration and financing. These costs are paid through contributions to the plan and investment earnings on the System's assets.

The actuarial valuations rely upon data extracted from central databases maintained by CalPERS. These databases are created from data supplied by the individual employers. The data was not audited by the actuarial staff, but appears to be reasonable for valuation purposes. Summary information regarding plan membership data for various groups only is provided in Exhibits F and G.

Using each plan's schedule of benefits, member data described above, and a set of actuarial assumptions, the plan's actuary estimates the cost of the benefits to be paid. Then, using a particular actuarial funding method, the actuary allocates these costs to the fiscal years within the employee's career.

In the case of the CalPERS plans with pay-related benefits, the financial objective is to fund in a manner which keeps contribution rates approximately as a level percentage of payroll from generation to generation, while accumulating sufficient assets over each member's working career. The primary funding method used to accomplish this objective is the Entry Age Normal Cost Method. This method is used for all defined benefit pay-related plans within the PERF and for JRS II. CalPERS uses the level dollar Aggregate Cost Method for those pay-related plans which are closed and declining in membership. This method is used for LRS and JRS I.

For CalPERS non-pay-related plans, the financial objective is to produce annual costs that coincide with the value of benefits for that year. The Term Insurance Cost Method is used for the plans within the 1959 Survivor Program and for the State Group Term Life Insurance Program. The Unit Credit Cost Method is used for the VFF.

Annual actuarial valuations are performed each June 30 using these methods. This report contains information through the most recent valuation date of June 30, 1999. Progress in financing can be found in the Summary of Funding Progress, Exhibits A and B.

The actuarial assumptions and methods used for funding purposes meet the parameters set for disclosures presented in the financial section by GASB Statement No. 25.

Entry Age Normal Cost Method

Under the Entry Age Normal Cost Method, projected benefits are determined for all members. For active members, liabilities are spread in a manner that produces level annual costs as a percent of pay in each year from the age of hire (entry age) to the assumed retirement age. The cost allocated to the current fiscal year is called the normal cost. The actuarial accrued liability for active members is then calculated as the portion of the total cost of the plan allocated to prior years.

The actuarial accrued liability for members currently receiving benefits, for active members beyond the assumed retirement age, and for members entitled to deferred benefits is equal to the present value of the benefits expected to be paid. No normal costs are applicable for these participants.

CalPERS ACTUARIAL METHODS AND ASSUMPTIONS

The excess of the total actuarial accrued liability over the value of plan assets is called the unfunded actuarial accrued liability.

The required contribution is then determined by adding the normal cost and an amortization of the unfunded liability as a level percentage of assumed future payroll.

In the CalPERS case, the unfunded liability is broken down into components, or bases, according to their date of origin and the cause that gave rise to that component. A component of the unfunded liability that arose due to a change in plan provisions or in actuarial methods or assumptions is separately tracked and amortized over 20 years.

The actuarial assumptions discussed in this section are used to determine projected benefits. The effect of differences between those assumptions and the actual experience of the plan is calculated each year when the annual actuarial valuation is performed. These differences are actuarial gains or losses.

Actuarial gains and losses are separately tracked and offset against one another. Ten percent of the net unamortized gains and losses are included in the required amortization payment each year.

A minimum 30-year amortization of the total unfunded liability is superimposed on the amortization methods described above. In addition, for those plans in which the amortization methods described above result in either mathematical inconsistencies or unreasonable actuarial results, all unfunded liability components are combined into a single base and amortized over a period of time, as determined by the CalPERS Chief Actuary.

Term Insurance Cost Method

The actuarial funding method for the 1959 Survivor Program is a modified Term Insurance Cost Method. Under this method, there is no actuarial accrued liability for active members; all liability is due to current beneficiaries. The normal cost is calculated as the amount needed to provide benefits to survivors of deaths expected in the next one-year period.

The Term Insurance Cost Method is also used for the State Group Term Life Insurance Program. The required contributions are calculated as one and one-half times the expected life insurance payments for the coming year less the current assets available to pay those benefits, but not less than zero.

Unit Credit Cost Method

The Unit Credit Cost Method is used to value the VFF. Under this method, the actuarial accrued liability is the sum of the present value of accrued benefits of all participants. The normal cost is the present value of the benefits earned during the valuation year by all participants.

Aggregate Cost Method

The Aggregate Cost Method is used for the LRS and JRS I systems. Under this method, the difference between the present value of projected benefits and the assets of the plan are allocated over a specified period of time as a level dollar amount. The amount allocated to the current fiscal year is called the normal cost. There is no actuarial accrued liability calculated using the Aggregate Cost Method.

CalPERS ACTUARIAL METHODS AND ASSUMPTIONS

Asset Valuation Method

Because wide swings in the market value of assets might produce employer contribution rates that swing wildly from year to year, actuaries typically employ techniques which place a year-to-year value on assets in an attempt to smooth such swings.

At CalPERS the following asset-smoothing technique is used: first an Expected Value of Assets is computed by bringing forward the prior year's Actuarial Value of Assets and the contributions received and benefits paid during the year at the assumed actuarial rate of return. The Actuarial Value of Assets is then computed as the Expected Value of Assets plus one-third of the difference between the actual Market Value of Assets and the Expected Value of Assets as of the valuation date. The resulting actuarial value is then limited to be not less than 90 percent, nor more than 110 percent of the Market Value of Assets.

In October 1999, the CalPERS Board approved a change in the Actuarial Asset Method. For State and school plans for the June 30, 1998 valuation, 95 percent of the Market Value of Assets was used as the Actuarial Value of Assets. For other plans within the PERF that have improved or will improve benefits during fiscal years 1999-00 or 2000-01, and such improvements result in an increase in the present value of benefits, the June 30, 1998 or the June 30, 1999 Actuarial Value of Assets was set to equal 95 percent of the Market Value of Assets. The standard asset methodology will then be used in subsequent years.

Actuarial Assumptions

The actuarial assumptions used in determining actuarial liabilities and required employer contributions include both economic and non-economic assumptions. These assumptions represent the actuary's best estimate of anticipated future experience and are reviewed in depth periodically.

Economic Assumptions

The economic assumptions include an assumed inflation assumption of 3.5 percent compounded annually. The inflation assumption is a component of assumed investment return, assumed wage growth, and assumed future post-retirement cost-of-living increases.

Based upon the asset allocation for plans within the PERF, the assumed investment return (net of administrative and investment expenses) is 8.25 percent per year, compounded annually. Different asset allocations and lower assumed investment returns apply to LRS, JRS I, JRS II, and VFF.

For plans within the PERF, the overall payroll is assumed to increase 3.75 percent annually. This is based upon the 3.5 percent inflation assumption and a .25 percent per annum productivity increase assumption. The overall payroll growth assumption is used to project future payroll over which the unfunded liability is amortized.

For plans within the PERF, the assumed growth in an individual employee's future pay is composed of the 3.5 percent inflation component, an additional .25 percent per annum productivity component, and an annual merit increase based on the member's length of service. The service-based merit increase in an individual's salary recognizes that larger salary increases tend to occur earlier in an employee's career. Pay increase assumptions for individual members are shown for sample lengths of service in Exhibit C.

CHANGES SINCE PRIOR VALUATION

Non-Economic Assumptions

Non-economic assumptions for plans within the PERF are based upon demographic studies covering the period June 30, 1988 through June 30, 1992. The probabilities of service retirement, withdrawal from service, non-industrial disability, industrial disability, and death-in-service are shown for sample ages in Exhibit D. Individuals hired on or before June 30, 1982 are entitled to subsidized optional benefits. Certain valuation liabilities are increased to reflect this subsidy.

Post-retirement mortality tables are based upon CalPERS experience. These tables are used to estimate the value of benefits expected to be paid for service and disability retirements. For disability retirements, impaired longevity is recognized by a separate table. Sample life annuity values based on these tables are shown in Exhibit E.

Changes in Actuarial Assumptions

Effective January 1, 2000, Senate Bill 400 allowed members of the State Miscellaneous Second Tier plan to elect to join the State Miscellaneous First Tier plan. As a result of this law change, it was assumed that 50 percent of the Second Tier members would elect to join the First Tier plan.

For JRS, there were several changes in the actuarial assumptions since the prior year's actuarial valuation.

- The expected investment return was changed to 7.50 percent. In the prior valuation, results were shown at both 6.00 percent and 7.50 percent for the investment return assumption.
- The mortality rates for active and retired members and beneficiaries have been changed from the 1983 Group Annuity Mortality Tables (GAM) to the 1994 GAM Tables.

Changes in Actuarial Methods

The overall funding method for plans within the PERF remained unchanged since the prior valuation.

Changes in Plan Provision

The June 30, 1999 valuation for public agencies, used to set employer contribution rates commencing July 1, 2001, recognized all plan changes made by public agencies between June 30, 1999 and June 30, 2000.

CHANGES SINCE PRIOR VALUATION

Summary of Funding Progress

For plans in the PERF, unfunded actuarial accrued liabilities are the difference between Entry Age Normal Accrued Liabilities and the assets of the Fund. It is required that these unfunded liabilities be financed systematically over future years.

Because of inflation, comparing the dollar amounts of assets, benefits paid, member salaries, and unfunded actuarial accrued liabilities can be misleading. While no one or two measures can fully describe the financial condition of the plan, unfunded actuarial accrued liability dollars divided by member salary dollars provide a meaningful index. The smaller the ratio, the stronger the System. Observation of this relative index over a period of years will give an indication of the financial strength of the System. Such a measure is presented in Exhibit A. The JRS and LRS use the Aggregate Cost Method to determine annual plan costs. Under the Aggregate Cost Method, no accrued liabilities are calculated, so this exhibit is not appropriate for these Systems.

Exhibit B, Funding Progress—Solvency Test, demonstrates System solvency as measured under the Governmental Accounting Standards Board Statement No. 25. Again, as stated in the Summary of Funding Progress, the LRS and JRS use the Aggregate Cost Method; therefore, measuring System solvency under Exhibit B is not appropriate for these Systems.

EXHIBIT A—UNFUNDED ACTUARIAL ACCRUED LIABILITIES (UAAL)

(Dollars in Millions)

Actuarial Valuation Date	(1) Actuarial Value of Assets*	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL (UAAL) (2) - (1)**	(4) Funded Ratios (1)/(2)	(5) Annual Covered Payroll	(6) UAAL as a % of Covered Payroll (3)/(5)
PERF						
6/30/92	\$63,400	\$69,460	\$6,060	91.28%	\$19,000	31.9%
6/30/93	73,190	75,910	2,720	96.42	19,000	14.3
6/30/94	77,850	80,530	2,680	96.67	19,900	13.5
6/30/95	83,775	87,673	3,898	95.55	20,800	18.7
6/30/96	94,230	96,838	2,608	97.30	22,322	11.7
6/30/97	108,566	97,925	(10,641)	110.90	22,504	(47.3)
6/30/98	128,830	106,938	(21,892)	120.50	24,672	(88.7)
6/30/99	148,605	115,748	(32,857)	128.39	27,636	(118.9)
LRF						
6/30/92	\$78.6	\$97.8	\$19.2	80.4%	\$6.2	309.7%
6/30/93	83.3	97.4	14.1	85.5	6.7	210.4
6/30/94	85.3	99.6	14.3	85.6	5.0	286.0
6/30/95	88.5	101.6	13.1	87.1	4.9	267.3
6/30/96	94.2	105.2	11.0	89.5	4.8	229.2
6/30/97	N/A	N/A	N/A	N/A	N/A	N/A
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A
JRF						
6/30/92	\$9.1	\$1,292.5	\$1,283.4	0.7%	\$146.5	876.0%
6/30/93	23.3	1,403.5	1,380.2	1.7	146.6	941.4
6/30/94	14.9	1,289.7	1,274.8	1.2	150.0	849.9
6/30/95	9.3	1,406.0	1,396.7	0.7	156.8	890.1
6/30/96	12.5	1,460.1	1,447.6	0.9	153.8	941.0
6/30/97	N/A	N/A	N/A	N/A	N/A	N/A
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A

EXHIBIT A—UNFUNDED ACTUARIAL ACCRUED LIABILITIES (UAAL) (continued)

(Dollars in Millions)

Actuarial Valuation Date	(1) Actuarial Value of Assets*	(2) Actuarial Accrued Liability (AAL) Entry Age	(3) Unfunded AAL (UAAL) (2) - (1)	(4) Funded Ratios (1)/(2)	(5) Annual Covered Payroll	(6) UAAL as a % of Covered Payroll (3)/(5)
JRF II						
6/30/95	\$.239	\$.071	(\$.168)	338.6%	\$.9	(18.7%)
6/30/96	2.388	2.813	.425	84.9	8.1	5.3
6/30/97	7.242	7.906	.664	91.6	15.4	4.3
6/30/98	15.120	15.043	(.077)	100.5	33.9	(0.2)
6/30/99	27.155	26.921	(.234)	100.9	40.0	(0.6)

VFF

6/30/92	\$.596	\$.528	(\$.068)	112.9%	N/A	N/A
6/30/93	.691	.600	(.091)	115.2	N/A	N/A
6/30/94	.799	.689	(.110)	116.0	N/A	N/A
6/30/95	.931	.815	(.116)	114.2	N/A	N/A
6/30/96	1.078	.934	(.144)	115.4	N/A	N/A
6/30/97	1.360	1.121	(.239)	121.3	N/A	N/A
6/30/98	1.678	1.500	(.178)	111.8	N/A	N/A
6/30/99	1.987	1.805	(.182)	110.1	N/A	N/A

NOTES:

*Includes employer surplus.

Supplemental Schedule of Differences

Reconciliation Between the Net Assets Held in Trust for Pension Benefits and the Net Assets Allocated to Fund the Pension Benefit Obligation or the Actuarial Liability – June 30, 1999

	PERF	LRF	JRF	JRF II	VFF
Net Assets Held in Trust for Pension Benefits Less:					
Reserve for Deficiencies	\$159,357,785,000	\$142,301,000	\$19,848,000	\$28,373,000	\$2,207,000
Additional Contribution Program	337,000,000	—	—	—	—
Supplemental Contribution Program	2,523,103	—	—	—	—
Unclaimed Benefits	18,322,977	—	—	—	—
Reserve for A.B. 702 Credits	8,255,864	—	—	—	—
Reserve for 3rd, 4th, & 5th Level 1959 Survivor Benefits	450,290	—	—	—	—
Reserve for Partial Retirement	391,611,948	—	—	—	—
Reserve for Group Term Life Insurance	2,656,272	—	—	—	—
Other Reserves	5,113,952	—	—	—	—
Difference Between Smoothed Market Values & Fair Value	(974,900,406)	—	—	—	—
	10,961,751,000	12,495,000	—	1,218,000	220,000
Actuarial Value of Assets	\$148,605,000,000	\$129,806,000	\$19,848,000	\$27,155,000	\$1,987,000

**The Unfunded Actuarial Accrued Liability/(Surplus) (net assets in excess of the total Actuarial Accrued Liability) of the PERF by major employer groups is as follows: (1) (\$12,143) for the State of California, (2) (\$7,852) for schools, and (3) (\$12,862) for public agencies.

EXHIBIT B—FUNDING PROGRESS — SOLVENCY TEST

The funding objective for a retirement system is to be able to pay long-term benefit promises through contributions that remain approximately level from year to year as a percent of salaries earned by members. In this way, members and employers in each year pay their fair share for retirement services accrued in that year by the retirement system's members.

If a system follows level contribution rate financing principles, it will pay all promised benefits when due—the ultimate test of financial soundness.

A short-term solvency test is one means of checking a system's funding progress. In a short-term solvency test, the plan's present assets (investments and cash) are compared with 1) member contributions on deposit, 2) the liabilities for future benefits to persons who have retired or terminated, and 3) the liabilities for projected benefits but service already rendered by

active members. In a system that has been following the discipline of level contribution rate financing, the liabilities for member contributions on deposit (liability 1) and the liabilities for future benefits to present retirees (liability 2) will be fully covered by present assets, except in rare circumstances.

In addition, the liabilities for service already rendered by members (liability 3) will be partially covered by the remainder of present assets. Generally, if the system has been using level contribution rate financing, the funded portion of liability 3 will increase over time.

Exhibit B illustrates the progress of funding liability of the PERF, JRS II, and VFF retirement systems and is indicative of their policy to follow the discipline of level contribution rate funding.

EXHIBIT B—FUNDING PROGRESS — SOLVENCY TEST

Valuation Date	Member Contributions (1) ¹	Terminated, Retirees & Beneficiaries (2)	Employer-Financed Portion of Active Members (3)	Valuation Assets	Portion of Actuarial Accrued Liabilities Covered by Reported Assets		
					(1)	(2)	(3)

PERF

(Dollars in Billions)

6/30/92	\$12.68	\$29.25	\$27.53	\$63.4	100%	100%	78.0%
6/30/93	13.70	32.14	30.07	73.2	100	100	91.0
6/30/94	14.77	35.62	30.14	77.9	100	100	91.1
6/30/95	16.06	39.61	32.00	83.8	100	100	87.8
6/30/96	17.52	42.55	36.77	94.2	100	100	92.8
6/30/97	18.70	50.81	28.42	108.6	100	100	137.5
6/30/98	20.06	55.35	31.53	128.9	100	100	169.6
6/30/99	21.52	58.03	36.20	148.6	100	100	190.7

LRF

(Dollars in Millions)

6/30/92	\$5.9	\$59.6	\$32.3	\$78.6	100%	100%	40.6%
6/30/93	6.0	66.2	25.2	83.3	100	100	44.0
6/30/94	7.1	68.1	24.4	85.3	100	100	41.4
6/30/95	6.5	73.5	21.6	88.5	100	100	39.4
6/30/96	6.9	77.8	20.5	94.2	100	100	46.3
6/30/97	5.6	82.0	9.9	105.3	100	100	100.0
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A	N/A

JRF

(Dollars in Millions)

6/30/92	\$78.2	\$798.2	\$416.1	\$9.1	11.6%	0%	0%
6/30/93	84.3	768.0	551.2	23.3	27.6	0	0
6/30/94	91.5	701.1	497.1	14.9	16.3	0	0
6/30/95	96.5	785.3	524.2	9.3	9.6	0	0
6/30/96	102.0	821.8	536.3	12.5	12.3	0	0
6/30/97	105.4	938.9	619.3	6.1	5.8	0	0
6/30/98	N/A	N/A	N/A	N/A	N/A	N/A	N/A
6/30/99	N/A	N/A	N/A	N/A	N/A	N/A	N/A

NOTE:

¹ Includes accrued interest on member contributions.

EXHIBIT B—FUNDING PROGRESS — SOLVENCY TEST (continued)

Valuation Date	Member Contributions (1) ¹	Terminated, Retirees & Beneficiaries (2)	Employer-Financed Portion of Active Members (3)	Valuation Assets	Portion of Actuarial Accrued Liabilities Covered by Reported Assets		
					(1)	(2)	(3)

JRF II*(Dollars in Millions)*

6/30/95	\$0.075	\$ —	(\$0.004)	\$0.2	100%	100%	100.0%
6/30/96	0.698	—	2.115	2.4	100	100	79.9
6/30/97	1.877	0.273	5.757	7.2	100	100	87.7
6/30/98	3.979	0.378	10.686	15.1	100	100	100.7
6/30/99	6.509	0.195	20.217	27.2	100	100	101.2

VFF*(Dollars in Millions)*

6/30/92	N/A	\$0.195	\$0.333	\$0.596	N/A	100%	120.4%
6/30/93	N/A	0.040	0.560	0.691	N/A	100	116.3
6/30/94	N/A	0.045	0.644	0.799	N/A	100	117.1
6/30/95	N/A	0.054	0.761	0.931	N/A	100	115.2
6/30/96	N/A	0.046	0.887	1.078	N/A	100	116.3
6/30/97	N/A	0.089	1.033	1.360	N/A	100	123.1
6/30/98	N/A	0.156	1.344	1.678	N/A	100	113.2
6/30/99	N/A	0.178	1.627	1.987	N/A	100	111.2

NOTE:

¹ Includes accrued interest on member contributions.

EXHIBIT C—SAMPLE PAY INCREASE ASSUMPTIONS FOR INDIVIDUAL MEMBERS

Annual Percentage Increases Vary by Duration of Service ¹

Duration of Service	State Miscellaneous First & Second Tier	State Industrial First & Second Tier	California Highway Patrol
5	8.45 %	6.89 %	8.71 %
10	5.32	6.89	4.27
15	5.32	4.01	4.27
20	5.32	4.01	4.27
25	5.32	4.01	4.27
30	5.32	4.01	4.27
35	3.75	4.01	4.27
40	3.75	4.01	4.27

State Safety & Peace Officer/Firefighter			
Duration of Service	Entry Under Age 25	Entry 25 & Over	Schools
5	18.38 %	11.33 %	5.84 %
10	4.80	4.80	5.84
15	4.80	4.80	5.84
20	4.80	4.80	5.84
25	4.80	4.80	5.84
30	4.80	4.80	3.75
35	4.80	4.80	3.75
40	4.80	4.80	3.75

Public Agency Safety			
Duration of Service	Public Agency Miscellaneous	Entry Under Age 40	Entry 40 & Over
5	6.36 %	7.41 %	4.27 %
10	4.79	5.16	4.27
15	4.79	5.16	4.27
20	4.79	5.16	4.27
25	4.79	5.16	4.27
30	4.79	5.16	4.27
35	3.75	5.16	4.27
40	3.75	5.16	4.27

NOTE:

¹ Increase includes 3.5 percent inflation increase.

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS

State Miscellaneous First Tier (Male)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.06839	0.00000	N/A	0.00024	0.00000	N/A	N/A
20	0.04045	0.03278	N/A	0.00033	0.00189	N/A	N/A
25	0.02393	0.02631	N/A	0.00046	0.00205	N/A	N/A
30	0.01415	0.02112	N/A	0.00064	0.00223	N/A	N/A
35	0.00837	0.01695	N/A	0.00089	0.00243	N/A	N/A
40	0.00495	0.01360	N/A	0.00122	0.00264	N/A	N/A
45	0.00293	0.01092	N/A	0.00169	0.00287	N/A	N/A
50	0.00173	0.00000	0.02222	0.00234	0.00312	N/A	N/A
55	0.00102	0.00000	0.03498	0.00324	0.00339	N/A	N/A
56	0.00092	0.00000	0.03528	0.00346	0.00345	N/A	N/A
57	0.00083	0.00000	0.04492	0.00369	0.00351	N/A	N/A
58	0.00075	0.00000	0.06121	0.00393	0.00357	N/A	N/A
59	0.00067	0.00000	0.07576	0.00420	0.00363	N/A	N/A
60	0.00061	0.00000	0.13707	0.00448	0.00369	N/A	N/A
61	0.00055	0.00000	0.12569	0.00478	0.00375	N/A	N/A
62	0.00049	0.00000	0.22506	0.00510	0.00381	N/A	N/A
63	0.00044	0.00000	0.27930	0.00544	0.00388	N/A	N/A
64	0.00040	0.00000	0.17935	0.00580	0.00394	N/A	N/A
65	0.00000	0.00000	0.22915	0.00619	0.00401	N/A	N/A
70	0.00000	0.00000	1.00000	0.00000	0.00000	N/A	N/A

State Miscellaneous First Tier (Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.05605	0.00000	N/A	0.00015	0.00000	N/A	N/A
20	0.03579	0.04056	N/A	0.00021	0.00153	N/A	N/A
25	0.02286	0.03230	N/A	0.00030	0.00176	N/A	N/A
30	0.01460	0.02573	N/A	0.00041	0.00201	N/A	N/A
35	0.00932	0.02049	N/A	0.00058	0.00230	N/A	N/A
40	0.00595	0.01632	N/A	0.00080	0.00263	N/A	N/A
45	0.00380	0.01300	N/A	0.00111	0.00300	N/A	N/A
50	0.00243	0.00000	0.03744	0.00155	0.00343	N/A	N/A
55	0.00155	0.00000	0.05071	0.00216	0.00393	N/A	N/A
56	0.00142	0.00000	0.04157	0.00231	0.00403	N/A	N/A
57	0.00130	0.00000	0.05325	0.00246	0.00414	N/A	N/A
58	0.00118	0.00000	0.05785	0.00263	0.00426	N/A	N/A
59	0.00108	0.00000	0.06954	0.00281	0.00437	N/A	N/A
60	0.00099	0.00000	0.12462	0.00300	0.00449	N/A	N/A
61	0.00091	0.00000	0.11446	0.00321	0.00461	N/A	N/A
62	0.00083	0.00000	0.21683	0.00343	0.00474	N/A	N/A
63	0.00076	0.00000	0.23915	0.00366	0.00487	N/A	N/A
64	0.00069	0.00000	0.16278	0.00391	0.00500	N/A	N/A
65	0.00000	0.00000	0.26640	0.00418	0.00514	N/A	N/A
70	0.00000	0.00000	1.00000	0.00000	0.00000	N/A	N/A

* These probabilities apply to those who terminate vested with five years of service and withdraw their contributions.
Higher probabilities of termination and refund apply to those not yet vested.

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS (continued)

State Miscellaneous Second Tier (Male)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	N/A	0.00000	N/A	0.00043	0.00000	N/A	N/A
20	N/A	0.00000	N/A	0.00055	0.00102	N/A	N/A
25	N/A	0.06629	N/A	0.00070	0.00136	N/A	N/A
30	N/A	0.05090	N/A	0.00088	0.00183	N/A	N/A
35	N/A	0.03909	N/A	0.00112	0.00245	N/A	N/A
40	N/A	0.03002	N/A	0.00142	0.00328	N/A	N/A
45	N/A	0.02306	N/A	0.00180	0.00439	N/A	N/A
50	N/A	0.01771	N/A	0.00228	0.00587	N/A	N/A
55	N/A	0.00000	0.01021	0.00288	0.00786	N/A	N/A
56	N/A	0.00000	0.03048	0.00302	0.00834	N/A	N/A
57	N/A	0.00000	0.02150	0.00317	0.00884	N/A	N/A
58	N/A	0.00000	0.04207	0.00332	0.00937	N/A	N/A
59	N/A	0.00000	0.04814	0.00349	0.00993	N/A	N/A
60	N/A	0.00000	0.07490	0.00365	0.01053	N/A	N/A
61	N/A	0.00000	0.04493	0.00383	0.01116	N/A	N/A
62	N/A	0.00000	0.06865	0.00402	0.01183	N/A	N/A
63	N/A	0.00000	0.10535	0.00421	0.01254	N/A	N/A
64	N/A	0.00000	0.10107	0.00442	0.01330	N/A	N/A
65	N/A	0.00000	0.27598	0.00463	0.01410	N/A	N/A
70	N/A	0.00000	1.00000	0.00000	0.00000	N/A	N/A

State Miscellaneous Second Tier (Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	N/A	0.00000	N/A	0.00007	0.00000	N/A	N/A
20	N/A	0.00000	N/A	0.00011	0.00076	N/A	N/A
25	N/A	0.05565	N/A	0.00016	0.00107	N/A	N/A
30	N/A	0.03922	N/A	0.00023	0.00150	N/A	N/A
35	N/A	0.02970	N/A	0.00035	0.00212	N/A	N/A
40	N/A	0.02351	N/A	0.00051	0.00298	N/A	N/A
45	N/A	0.01910	N/A	0.00075	0.00420	N/A	N/A
50	N/A	0.01572	N/A	0.00111	0.00591	N/A	N/A
55	N/A	0.00000	0.06040	0.00163	0.00833	N/A	N/A
56	N/A	0.00000	0.03635	0.00176	0.00892	N/A	N/A
57	N/A	0.00000	0.02059	0.00190	0.00955	N/A	N/A
58	N/A	0.00000	0.05695	0.00206	0.01022	N/A	N/A
59	N/A	0.00000	0.03977	0.00222	0.01095	N/A	N/A
60	N/A	0.00000	0.04373	0.00240	0.01172	N/A	N/A
61	N/A	0.00000	0.03322	0.00260	0.01256	N/A	N/A
62	N/A	0.00000	0.31481	0.00281	0.01344	N/A	N/A
63	N/A	0.00000	0.19012	0.00303	0.01440	N/A	N/A
64	N/A	0.00000	0.18450	0.00328	0.01542	N/A	N/A
65	N/A	0.00000	0.19370	0.00354	0.01651	N/A	N/A
70	N/A	0.00000	1.00000	0.00000	0.00000	N/A	N/A

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS (continued)

State Safety (Male)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.04851	0.00000	N/A	0.00043	0.00000	0.00036	0.00212
20	0.03260	0.01075	N/A	0.00050	0.00171	0.00045	0.00245
25	0.02191	0.00971	N/A	0.00062	0.00183	0.00056	0.00283
30	0.01472	0.00877	N/A	0.00081	0.00197	0.00070	0.00326
35	0.00989	0.00792	N/A	0.00112	0.00211	0.00088	0.00377
40	0.00665	0.00716	N/A	0.00163	0.00227	0.00109	0.00435
45	0.00447	0.00646	N/A	0.00292	0.00244	0.00136	0.00503
50	0.00300	0.00000	0.02694	0.00529	0.00262	0.00169	0.00581
55	0.00202	0.00000	0.08159	0.00852	0.00281	0.00211	0.00671
56	0.00186	0.00000	0.03900	0.00926	0.00285	0.00221	0.00690
57	0.00172	0.00000	0.07599	0.01004	0.00289	0.00231	0.00711
58	0.00159	0.00000	0.03233	0.01089	0.00293	0.00241	0.00731
59	0.00147	0.00000	0.05588	0.01192	0.00297	0.00252	0.00753
60	0.00000	0.00000	0.06196	0.01312	0.00302	0.00263	0.00775
61	0.00000	0.00000	0.06868	0.01444	0.00306	0.00275	0.00797
62	0.00000	0.00000	0.14638	0.01586	0.00310	0.00287	0.00821
63	0.00000	0.00000	0.13699	0.01741	0.00315	0.00300	0.00845
64	0.00000	0.00000	0.10514	0.01919	0.00319	0.00314	0.00869
65	0.00000	0.00000	1.00000	0.00000	0.00000	0.00000	0.00000

California Highway Patrol (Male and Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.03307	0.00000	N/A	0.00065	0.00000	0.00014	0.00068
20	0.01653	0.00822	N/A	0.00073	0.00031	0.00020	0.00119
25	0.00826	0.00631	N/A	0.00082	0.00043	0.00027	0.00210
30	0.00413	0.00484	N/A	0.00091	0.00059	0.00038	0.00370
35	0.00206	0.00372	N/A	0.00103	0.00080	0.00053	0.00652
40	0.00103	0.00285	N/A	0.00115	0.00109	0.00073	0.01150
45	0.00052	0.00219	N/A	0.00129	0.00149	0.00102	0.02027
50	0.00026	0.00000	0.01710	0.00145	0.00203	0.00142	0.03573
55	0.00000	0.00000	0.11685	0.00162	0.00277	0.00197	0.06298
56	0.00000	0.00000	0.08320	0.00166	0.00295	0.00211	0.07055
57	0.00000	0.00000	0.09000	0.00170	0.00314	0.00225	0.07902
58	0.00000	0.00000	0.04874	0.00174	0.00334	0.00240	0.08850
59	0.00000	0.00000	0.05673	0.00178	0.00356	0.00257	0.09913
60	0.00000	0.00000	1.00000	0.00000	0.00000	0.00000	0.00000

* These probabilities apply to those who terminate vested with five years of service and withdraw their contributions. Higher probabilities of termination and refund apply to those not yet vested.

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS (continued)

School Employees (Male)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.09998	0.00000	N/A	0.00037	0.00000	N/A	N/A
20	0.07267	0.01832	N/A	0.00049	0.00138	N/A	N/A
25	0.05282	0.01591	N/A	0.00065	0.00165	N/A	N/A
30	0.03840	0.01381	N/A	0.00086	0.00197	N/A	N/A
35	0.02791	0.01199	N/A	0.00114	0.00235	N/A	N/A
40	0.02029	0.01041	N/A	0.00150	0.00281	N/A	N/A
45	0.01475	0.00904	N/A	0.00199	0.00335	N/A	N/A
50	0.01072	0.00000	0.01382	0.00264	0.00400	N/A	N/A
55	0.00779	0.00000	0.04008	0.00349	0.00478	N/A	N/A
56	0.00731	0.00000	0.03010	0.00369	0.00495	N/A	N/A
57	0.00686	0.00000	0.03901	0.00390	0.00513	N/A	N/A
58	0.00643	0.00000	0.04854	0.00413	0.00531	N/A	N/A
59	0.00604	0.00000	0.06138	0.00437	0.00551	N/A	N/A
60	0.00566	0.00000	0.09470	0.00462	0.00570	N/A	N/A
61	0.00531	0.00000	0.09604	0.00489	0.00591	N/A	N/A
62	0.00498	0.00000	0.29214	0.00517	0.00612	N/A	N/A
63	0.00468	0.00000	0.19907	0.00547	0.00634	N/A	N/A
64	0.00439	0.00000	0.14300	0.00579	0.00657	N/A	N/A
65	0.00000	0.00000	0.30264	0.00612	0.00681	N/A	N/A
70	0.00000	0.00000	1.00000	0.00000	0.00000	N/A	N/A

School Employees (Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.12074	0.00000	N/A	0.00013	0.00000	N/A	N/A
20	0.08263	0.03801	N/A	0.00018	0.00028	N/A	N/A
25	0.05655	0.03132	N/A	0.00025	0.00036	N/A	N/A
30	0.03870	0.02580	N/A	0.00034	0.00047	N/A	N/A
35	0.02649	0.02125	N/A	0.00047	0.00062	N/A	N/A
40	0.01813	0.01751	N/A	0.00065	0.00081	N/A	N/A
45	0.01241	0.01442	N/A	0.00090	0.00105	N/A	N/A
50	0.00849	0.00000	0.02119	0.00124	0.00138	N/A	N/A
55	0.00581	0.00000	0.05174	0.00171	0.00180	N/A	N/A
56	0.00539	0.00000	0.04469	0.00182	0.00190	N/A	N/A
57	0.00499	0.00000	0.04850	0.00194	0.00201	N/A	N/A
58	0.00463	0.00000	0.05307	0.00207	0.00212	N/A	N/A
59	0.00429	0.00000	0.06222	0.00221	0.00223	N/A	N/A
60	0.00398	0.00000	0.10872	0.00235	0.00236	N/A	N/A
61	0.00369	0.00000	0.10003	0.00251	0.00249	N/A	N/A
62	0.00342	0.00000	0.20398	0.00268	0.00262	N/A	N/A
63	0.00317	0.00000	0.16806	0.00285	0.00277	N/A	N/A
64	0.00294	0.00000	0.13963	0.00304	0.00292	N/A	N/A
65	0.00000	0.00000	0.23554	0.00325	0.00308	N/A	N/A
70	0.00000	0.00000	1.00000	0.00000	0.00000	N/A	N/A

* These probabilities apply to those who terminate vested with five years of service and withdraw their contributions.
Higher probabilities of termination and refund apply to those not yet vested.

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS (continued)

Public Agency Miscellaneous 2% at 60 (Male)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.09319	0.00000	N/A	0.00019	0.00033	N/A	N/A
20	0.06393	0.02023	N/A	0.00027	0.00048	N/A	N/A
25	0.04386	0.01818	N/A	0.00039	0.00070	N/A	N/A
30	0.03009	0.01633	N/A	0.00055	0.00102	N/A	N/A
35	0.02064	0.01467	N/A	0.00078	0.00148	N/A	N/A
40	0.01416	0.01318	N/A	0.00110	0.00215	N/A	N/A
45	0.00971	0.01184	N/A	0.00155	0.00313	N/A	N/A
50	0.00666	0.01064	0.02654	0.00219	0.00456	N/A	N/A
55	0.00457	0.00956	0.04813	0.00310	0.00663	N/A	N/A
56	0.00424	0.00935	0.03957	0.00332	0.00715	N/A	N/A
57	0.00393	0.00916	0.04788	0.00356	0.00771	N/A	N/A
58	0.00365	0.00896	0.05500	0.00381	0.00000	N/A	N/A
59	0.00338	0.00877	0.06811	0.00409	0.00000	N/A	N/A
60	0.00314	0.00859	0.12807	0.00438	0.00000	N/A	N/A
61	0.00291	0.00840	0.12426	0.00469	0.00000	N/A	N/A
62	0.00270	0.00823	0.23818	0.00503	0.00000	N/A	N/A
63	0.00250	0.00805	0.21037	0.00539	0.00000	N/A	N/A
64	0.00232	0.00788	0.14311	0.00578	0.00000	N/A	N/A
65	0.00215	0.00771	0.24399	0.00619	0.00000	N/A	N/A
70	0.00000	0.00693	1.00000	0.00875	0.00000	N/A	N/A

Public Agency Miscellaneous 2% at 60 (Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.11328	0.00000	N/A	0.00005	0.00022	N/A	N/A
20	0.07966	0.03299	N/A	0.00007	0.00032	N/A	N/A
25	0.05601	0.02910	N/A	0.00012	0.00047	N/A	N/A
30	0.03939	0.02567	N/A	0.00018	0.00069	N/A	N/A
35	0.02770	0.02264	N/A	0.00028	0.00102	N/A	N/A
40	0.01948	0.01997	N/A	0.00044	0.00150	N/A	N/A
45	0.01370	0.01762	N/A	0.00069	0.00220	N/A	N/A
50	0.00963	0.01554	0.03684	0.00108	0.00322	N/A	N/A
55	0.00677	0.01371	0.05390	0.00169	0.00473	N/A	N/A
56	0.00631	0.01337	0.04576	0.00185	0.00511	N/A	N/A
57	0.00588	0.01304	0.04213	0.00202	0.00551	N/A	N/A
58	0.00548	0.01271	0.06735	0.00221	0.00595	N/A	N/A
59	0.00511	0.01240	0.06523	0.00242	0.00000	N/A	N/A
60	0.00476	0.01209	0.09825	0.00264	0.00000	N/A	N/A
61	0.00444	0.01179	0.08696	0.00289	0.00000	N/A	N/A
62	0.00414	0.01150	0.18980	0.00316	0.00000	N/A	N/A
63	0.00386	0.01121	0.17706	0.00346	0.00000	N/A	N/A
64	0.00359	0.01094	0.12882	0.00378	0.00000	N/A	N/A
65	0.00335	0.01067	0.23837	0.00414	0.00000	N/A	N/A
70	0.00000	0.00941	1.00000	0.00647	0.00000	N/A	N/A

* These probabilities apply to those who terminate vested with five years of service and withdraw their contributions.
Higher probabilities of termination and refund apply to those not yet vested.

EXHIBIT D—SAMPLE NON-ECONOMIC ASSUMPTIONS (continued)

Public Agency Police 2% at 50 (Male and Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.05382	0.00000	N/A	0.00014	0.00013	0.00008	0.00180
20	0.03226	0.01309	N/A	0.00017	0.00018	0.00011	0.00250
25	0.01934	0.01155	N/A	0.00020	0.00024	0.00014	0.00347
30	0.01159	0.01018	N/A	0.00023	0.00033	0.00018	0.00482
35	0.00695	0.00898	N/A	0.00028	0.00044	0.00023	0.00669
40	0.00417	0.00792	N/A	0.00033	0.00060	0.00029	0.00928
45	0.00250	0.00699	N/A	0.00039	0.00082	0.00038	0.01289
50	0.00150	0.00616	0.05857	0.00046	0.00112	0.00048	0.01789
55	0.00090	0.00544	0.18571	0.00054	0.00000	0.00062	0.02484
56	0.00000	0.00530	0.11855	0.00056	0.00000	0.00065	0.02652
57	0.00000	0.00517	0.07146	0.00058	0.00000	0.00068	0.02832
58	0.00000	0.00504	0.08968	0.00060	0.00000	0.00072	0.03024
59	0.00000	0.00492	0.08743	0.00062	0.00000	0.00076	0.03229
60	0.00000	0.00479	1.00000	0.00064	0.00000	0.00077	0.03448
61	0.00000	0.00000	1.00000	0.00074	0.00000	0.00090	0.00000
62	0.00000	0.00000	1.00000	0.00086	0.00000	0.00106	0.00000
63	0.00000	0.00000	1.00000	0.00099	0.00000	0.00123	0.00000
64	0.00000	0.00000	1.00000	0.00115	0.00000	0.00145	0.00000
65	0.00000	0.00000	1.00000	0.00134	0.00000	0.00170	0.00000
70	0.00000	0.00000	1.00000	0.00279	0.00000	0.00375	0.00000

Public Agency Fire 2% at 50 (Male and Female)

Probability of Active Members Leaving Due To:

Age	Termination & Election of Refund*	Deferred Benefit	Service Retirement	Non-Industrial Death	Non-Industrial Disability	Industrial Death	Industrial Disability
15	0.01853	0.00000	N/A	0.00014	0.00006	0.00008	0.00022
20	0.01109	0.00669	N/A	0.00017	0.00009	0.00011	0.00040
25	0.00663	0.00590	N/A	0.00020	0.00015	0.00014	0.00073
30	0.00397	0.00521	N/A	0.00023	0.00024	0.00018	0.00133
35	0.00238	0.00460	N/A	0.00028	0.00039	0.00023	0.00242
40	0.00142	0.00406	N/A	0.00033	0.00062	0.00029	0.00441
45	0.00085	0.00358	N/A	0.00039	0.00099	0.00038	0.00802
50	0.00051	0.00316	0.03673	0.00046	0.00158	0.00048	0.01460
55	0.00030	0.00279	0.22109	0.00054	0.00000	0.00062	0.02658
56	0.00000	0.00272	0.11305	0.00056	0.00000	0.00065	0.02997
57	0.00000	0.00265	0.09843	0.00058	0.00000	0.00068	0.03378
58	0.00000	0.00259	0.11843	0.00060	0.00000	0.00072	0.03808
59	0.00000	0.00252	0.10456	0.00062	0.00000	0.00076	0.04293
60	0.00000	0.00246	1.00000	0.00064	0.00000	0.00077	0.04839
61	0.00000	0.00000	1.00000	0.00074	0.00000	0.00090	0.00000
62	0.00000	0.00000	1.00000	0.00086	0.00000	0.00106	0.00000
63	0.00000	0.00000	1.00000	0.00099	0.00000	0.00123	0.00000
64	0.00000	0.00000	1.00000	0.00115	0.00000	0.00145	0.00000
65	0.00000	0.00000	1.00000	0.00134	0.00000	0.00170	0.00000
70	0.00000	0.00000	1.00000	0.00279	0.00000	0.00375	0.00000

* These probabilities apply to those who terminate vested with five years of service and withdraw their contributions.
Higher probabilities of termination and refund apply to those not yet vested.

EXHIBIT E—SINGLE LIFE RETIREMENT VALUES

Present Value of \$1 Monthly Increasing 2% Annually After Two-Year Waiting Period

Interest Rate of 8.25 Percent

Sample Attained Ages	Service Retirement		Non-Industrial Disability Retirement		Industrial Disability Retirement
	Male	Female	Male	Female	Male & Female
50	152.126	163.362	117.529	136.720	145.932
51	150.276	161.740	116.433	135.621	143.698
52	148.365	160.049	115.296	134.462	141.389
53	146.387	158.299	114.113	133.252	139.011
54	144.335	156.486	112.879	131.972	136.572
55	142.203	154.589	111.600	130.630	134.077
56	139.998	152.616	110.257	129.206	131.533
57	137.713	150.579	108.842	127.707	128.931
58	135.341	148.470	107.348	126.125	126.263
59	132.872	146.285	105.777	124.440	123.557
60	130.325	144.014	104.119	122.654	120.818
61	127.691	141.667	102.363	120.760	118.036
62	124.945	139.235	100.497	118.746	115.262
63	122.104	136.725	98.529	116.638	112.473
64	119.154	134.128	96.435	114.439	109.695
65	116.083	131.448	94.219	112.174	106.906
70	99.989	116.733	81.590	99.598	92.863
75	83.427	99.932	67.325	84.455	78.648
80	67.774	81.953	53.492	67.247	65.175
85	53.408	63.975	41.806	49.547	53.033
90	41.143	48.455	31.914	34.310	40.217
95	31.566	36.451	23.369	23.911	28.431
100	22.448	24.081	16.068	16.363	18.807

EXHIBIT F—HISTORY OF MEMBER SALARY DATA

Year	Number of Active Members	Annual Covered Payroll (in millions)	Average Annual Salary	% Increase In Average Pay
6/30/90	593,394	\$16,298	\$27,465	6.2%
6/30/91	614,645	18,429	29,984	9.2
6/30/92	613,600	18,992	30,952	3.2
6/30/93	610,084	19,022	31,180	0.7
6/30/94	618,910	19,919	32,184	3.2
6/30/95	619,695	23,559	38,017	18.1
6/30/96	631,166	22,876	36,245	(4.6)
6/30/97	584,735	21,712	37,131	2.4
6/30/98	620,643	22,174	35,727	(3.8)
6/30/99	668,700	25,324	37,870	6.0

EXHIBIT G—MEMBERS IN VALUATION

By Attained Age & Years of Service—June 30, 1999

State Miscellaneous First Tier (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	345	0	0	0	0	0	345	\$8,489,110
25-29	1,513	279	13	0	0	0	1,805	53,924,187
30-34	2,054	2,069	942	11	0	0	5,076	193,933,439
35-39	2,316	3,452	4,040	1,485	56	0	11,349	482,328,529
40-44	2,615	3,813	4,981	4,493	2,268	5	18,175	801,230,861
45-49	2,134	3,530	4,897	4,655	5,787	44	21,047	982,796,813
50-54	1,656	2,839	4,191	4,065	7,364	1,155	21,270	1,052,639,162
55-59	819	1,594	2,458	2,277	4,963	2,679	14,790	760,905,713
60-64	366	680	1,163	1,083	2,349	2,122	7,763	403,811,138
65 & Up	161	336	462	318	553	448	2,278	119,430,288
Total	13,979	18,592	23,147	18,387	23,340	6,453	103,898	\$4,859,489,240

State Miscellaneous Second Tier (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	1,831	20	0	0	0	0	1,851	\$38,643,557
25-29	4,979	1,054	13	0	0	0	6,046	177,395,586
30-34	4,932	3,412	460	4	0	0	8,808	303,847,979
35-39	4,410	3,183	1,284	272	25	0	9,174	333,678,037
40-44	3,945	2,779	1,282	659	487	0	9,152	341,422,046
45-49	2,948	2,289	1,033	579	1,131	9	7,989	313,001,383
50-54	2,125	1,599	750	338	1,015	185	6,012	243,325,396
55-59	1,071	907	338	144	407	241	3,108	124,039,060
60-64	483	432	162	22	154	126	1,379	53,881,820
65 & Up	208	230	70	12	27	45	592	22,929,929
Total	26,932	15,905	5,392	2,030	3,246	606	54,111	\$1,952,164,793

Counts of members included in the valuation are counts of the records processed by the valuation. Multiple records may exist for those who have service in more than one coverage group. This does not result in double counting of liabilities.

EXHIBIT G—MEMBERS IN VALUATION (continued)

By Attained Age & Years of Service—June 30, 1999

State Industrial First & Second Tier (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	188	2	0	0	0	0	190	\$4,034,311
25-29	559	124	1	0	0	0	684	17,537,510
30-34	629	333	69	0	0	0	1,031	30,486,990
35-39	672	434	172	56	0	0	1,334	43,410,324
40-44	766	442	292	85	27	1	1,613	56,875,947
45-49	584	420	316	92	54	0	1,466	55,688,886
50-54	481	326	289	106	63	14	1,279	49,627,232
55-59	242	213	210	70	52	20	807	32,960,808
60-64	98	108	87	38	42	16	389	17,040,312
65 & Up	26	74	49	21	15	2	187	11,689,506
Total	4,245	2,476	1,485	468	253	53	8,980	\$319,351,826

State Safety (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	51	0	0	0	0	0	51	\$1,558,089
25-29	378	29	0	0	0	0	407	13,575,827
30-34	725	144	25	0	0	0	894	33,568,960
35-39	1,026	382	161	6	0	0	1,575	64,512,360
40-44	1,406	571	361	70	8	0	2,416	105,176,915
45-49	1,519	613	458	130	47	0	2,767	127,146,975
50-54	1,248	630	506	140	104	4	2,632	127,105,707
55-59	755	405	331	109	79	8	1,687	85,068,780
60-64	382	233	189	63	41	7	915	48,597,283
65 & Up	195	103	75	22	24	3	422	26,935,384
Total	7,685	3,110	2,106	540	303	22	13,766	\$633,246,280

Counts of members included in the valuation are counts of the records processed by the valuation. Multiple records may exist for those who have service in more than one coverage group. This does not result in double counting of liabilities.

EXHIBIT G—MEMBERS IN VALUATION (continued)

By Attained Age & Years of Service—June 30, 1999

California Highway Patrol (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	64	0	0	0	0	0	64	\$2,971,318
25-29	845	6	0	0	0	0	851	42,281,256
30-34	705	360	176	0	0	0	1,241	66,206,362
35-39	232	340	556	183	0	0	1,311	74,062,624
40-44	59	86	319	674	44	0	1,182	69,490,674
45-49	43	2	70	365	287	0	767	46,319,235
50-54	39	0	2	74	490	159	764	48,722,744
55-59	19	0	1	17	137	175	349	22,906,496
60-64	0	0	0	3	6	4	13	844,014
65 & Up	0	0	0	0	0	0	0	0
Total	2,006	794	1,124	1,316	964	338	6,542	\$373,804,723

State Peace Officer/Firefighter

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	1,085	0	0	0	0	0	1,085	\$23,867,174
25-29	3,419	448	1	0	0	0	3,868	145,254,544
30-34	3,104	2,142	479	1	0	0	5,726	257,078,488
35-39	2,099	2,233	2,861	418	2	0	7,613	377,814,265
40-44	1,580	1,486	2,329	1,294	275	0	6,964	359,095,022
45-49	886	991	1,708	1,110	1,069	5	5,769	313,154,457
50-54	509	654	1,190	736	1,362	167	4,618	262,721,777
55-59	193	307	508	234	410	107	1,759	100,877,316
60-64	37	102	193	74	71	31	508	28,248,064
65 & Up	10	14	47	14	16	10	111	6,423,004
Total	12,922	8,377	9,316	3,881	3,205	320	38,021	\$1,874,534,111

Counts of members included in the valuation are counts of the records processed by the valuation. Multiple records may exist for those who have service in more than one coverage group. This does not result in double counting of liabilities.

EXHIBIT G—MEMBERS IN VALUATION (continued)

By Attained Age & Years of Service—June 30, 1999

School Employees (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	6,857	19	0	0	0	0	6,876	\$103,808,278
25-29	11,964	1,403	30	0	0	0	13,397	253,699,888
30-34	11,635	4,091	1,364	30	0	0	17,120	381,329,777
35-39	14,859	5,851	3,847	1,322	44	0	25,923	610,728,024
40-44	17,897	8,276	5,173	3,095	1,305	0	35,746	863,847,273
45-49	16,708	10,604	7,234	3,812	3,146	34	41,538	1,049,829,246
50-54	11,215	9,536	8,380	4,918	4,077	495	38,621	1,033,024,348
55-59	5,721	5,485	6,227	4,656	3,969	789	26,847	730,154,503
60-64	2,694	2,859	3,242	2,639	2,773	537	14,744	385,696,780
65 & Up	1,347	1,274	1,281	848	803	149	5,702	125,770,751
Total	100,897	49,398	36,778	21,320	16,117	2,004	226,514	\$5,537,888,868

Public Agency Miscellaneous (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	4,248	37	0	0	0	0	4,285	\$95,346,804
25-29	9,545	1,500	43	0	0	0	11,088	334,907,504
30-34	10,506	5,040	1,688	28	0	0	17,262	624,137,178
35-39	10,650	7,248	5,380	1,426	38	0	24,742	984,336,637
40-44	10,416	7,544	6,743	3,632	1,434	0	29,769	1,256,613,969
45-49	8,943	6,808	6,607	4,035	4,292	24	30,709	1,362,070,927
50-54	6,746	5,530	5,595	3,508	5,612	672	27,663	1,288,224,574
55-59	3,542	3,004	3,135	2,080	3,167	1,223	16,151	741,955,758
60-64	1,438	1,395	1,520	986	1,434	628	7,401	323,995,275
65 & Up	630	598	532	302	474	151	2,687	98,959,211
Total	66,664	38,704	31,243	15,997	16,451	2,698	171,757	\$7,110,547,837

Counts of members included in the valuation are counts of the records processed by the valuation. Multiple records may exist for those who have service in more than one coverage group. This does not result in double counting of liabilities.

EXHIBIT G—MEMBERS IN VALUATION (continued)

By Attained Age & Years of Service—June 30, 1999

Public Agency Safety (Male & Female)

Attained Age	Years of Service at Valuation Date						Total	Total Valuation Payroll (\$,000)
	0-4	5-9	10-14	15-19	20-29	30 & Up		
15-24	841	0	0	0	0	0	841	\$31,548,543
25-29	4,624	528	1	0	0	0	5,153	237,724,472
30-34	4,003	3,405	904	1	0	0	8,313	443,397,342
35-39	1,900	2,859	3,457	746	4	0	8,966	524,149,322
40-44	1,016	1,314	2,292	2,745	810	0	8,177	510,438,064
45-49	499	559	994	1,679	2,743	0	6,474	427,280,857
50-54	296	371	418	688	3,192	294	5,259	361,195,871
55-59	122	131	150	153	700	334	1,590	106,630,621
60-64	33	41	40	18	53	79	264	16,136,255
65 & Up	7	13	12	11	15	16	74	4,363,842
Total	13,341	9,221	8,268	6,041	7,517	723	45,111	\$2,662,865,189

Counts of members included in the valuation are counts of the records processed by the valuation. Multiple records may exist for those who have service in more than one coverage group. This does not result in double counting of liabilities.

ACTUARIAL CERTIFICATIONS — OTHER SYSTEMS

Judges' Retirement System

April, 2000

Actuarial Certification

As authorized by the CalPERS Board of Administration, we perform an annual actuarial valuation of the Judges' Retirement System; the latest such valuation is as of June 30, 1999.

To the best of our knowledge, this report is complete and accurate and contains sufficient information to fully and fairly disclose the actuarial funded condition of the Judges' Retirement System as of June 30, 1999. Based on the employee data provided by the CalPERS Judges', Legislators', and Volunteer Firefighters' Office, the statement of assets provided by the CalPERS Fiscal Services Division, and the benefits as outlined in Appendix B, it is our opinion that the valuation has been performed in accordance with generally accepted actuarial principles and that the assumptions and methods, as prescribed by the CalPERS Board of Administration, are reasonable for the System.

Further, information has been provided by us for the completion of the trend data schedules (Required Supplemental Schedule of Funding Progress and Required Supplemental Schedule of Employer Contributions) in the Financial Section and Exhibits A through G in the Actuarial Section of this CAFR.



Gale D. Patrick, F.S.A., M.A.A.A.
Enrolled Actuary
Senior Pension Actuary, CalPERS



Ron Seeling, Ph.D., F.C.A., A.S.A., M.A.A.A.
Enrolled Actuary
Chief Actuary, CalPERS

Judges' Retirement System II

May, 2000

Actuarial Certification

As authorized by the CalPERS Board of Administration, we perform an annual actuarial valuation of the Judges' Retirement System II; the latest such valuation is as of June 30, 1999.

To the best of our knowledge, this report is complete and accurate and contains sufficient information to fully and fairly disclose the actuarial funded condition of the CalPERS Judges' Retirement System II. Based on the employee data provided by the Judges' Retirement System administrative staff at CalPERS, the statement of assets provided by the CalPERS Fiscal Services Division, and the benefits as outlined in Appendix B, it is our opinion that the valuation has been performed in accordance with generally accepted actuarial principles and that the assumptions and methods are reasonable for this plan.

Further, information has been provided by us for the completion of the trend data schedules (Required Supplemental Schedule of Funding Progress and Required Supplemental Schedule of Employer Contributions) in the Financial Section and Exhibits A through G in the Actuarial Section of this CAFR.



Leo Aguinaldo, A.S.A., M.A.A.A.
Associate Pension Actuary, CalPERS



Ron Seeling, Ph.D., F.C.A., A.S.A., M.A.A.A.
Enrolled Actuary
Chief Actuary, CalPERS

ACTUARIAL CERTIFICATIONS — OTHER SYSTEMS

Legislators' Retirement System

April, 2000

Actuarial Certification

As authorized by the CalPERS Board of Administration, we perform an annual actuarial valuation of the Legislators' Retirement System; the latest such valuation is as of June 30, 1999.

To the best of our knowledge, this report is complete and accurate and contains sufficient information to fully and fairly disclose the actuarial funded condition of the Legislators' Retirement System. Based on the employee data provided by the CalPERS Judges', Legislators', and Volunteer Firefighters' Office, the statement of assets provided by the CalPERS Fiscal Services Division, and the benefits plans as outlined in Appendix B, it is our opinion that the valuation has been performed in accordance with generally accepted actuarial principles and that the assumptions and methods are reasonable for these plans.

Further, information has been provided by us for the completion of the trend data schedules (Required Supplemental Schedule of Funding Progress and Required Supplemental Schedule of Employer Contributions) in the Financial Section and Exhibits A through G in the Actuarial Section of this CAFR.



Ricky Reed, A.S.A., M.A.A.A.
Enrolled Actuary
Senior Pension Actuary, CalPERS



Ron Seeling, Ph.D., F.C.A., A.S.A., M.A.A.A.
Enrolled Actuary
Chief Actuary, CalPERS

Volunteer Firefighters' Length of Service Award System

April, 2000

Actuarial Certification

As authorized by the CalPERS Board of Administration, we perform an annual actuarial valuation of the Volunteer Firefighters' Length of Service Award System; the latest such valuation is as of June 30, 1999.

To the best of our knowledge, this report is complete and accurate and contains sufficient information to disclose fully and fairly the funded condition of the Volunteer Firefighters' Length of Service Award System (VFLSAS). Based on the participant and expense data provided by the Manager of the Volunteer Firefighters' System, the statement of assets provided by the CalPERS Fiscal Services Division, and the provisions of the system as outlined in Exhibit 7, it is our opinion that the valuation has been performed in accordance with generally accepted actuarial principles and that the assumptions and methods are reasonable for this plan.

Further, information has been provided by us for the completion of the trend data schedules (Required Supplemental Schedule of Funding Progress and Required Supplemental Schedule of Employer Contributions) in the Financial Section and Exhibits A through G in the Actuarial Section of this CAFR.



Barbara J. Ware, F.S.A., E.A., M.A.A.A.
Senior Pension Actuary, CalPERS

The actuarial report and supporting documents for the Judges' Retirement System, Judges' Retirement System II, Legislators' Retirement System, and the Volunteer Firefighters' Length of Service Award System can be obtained through the CalPERS Actuarial and Employer Services Division, P.O. Box 942709, Sacramento, CA 94229-2709.

CalPERS PROGRAM DATA

Expenses by Type — 10-Year Review

	Benefit Payments	Contribution Refunds	Administrative Expenses ¹	Total
PERF				
1999/00	\$5,176,073,695	\$140,644,318	\$175,050,565	\$5,491,768,578
1998/99	4,776,869,300	160,841,290	145,814,177	5,083,524,767
1997/98	4,425,923,411	160,964,495	128,583,553	4,715,471,459
1996/97	4,097,295,852	153,688,959	108,257,064	4,359,241,875
1995/96	3,846,390,136	138,296,520	80,682,335	4,065,368,991
1994/95	3,557,486,924	130,668,331	67,697,488	3,755,852,743
1993/94	3,290,614,000	133,909,292	60,351,296	3,484,874,588
1992/93	3,027,692,539	124,366,251	50,169,681	3,202,228,471
1991/92	2,729,372,130	130,069,995	48,699,336	2,908,141,461
1990/91	2,461,780,516	120,290,088	45,862,741	2,627,933,345
LRF				
1999/00	\$6,630,188	\$163,535	\$206,000	\$6,999,723
1998/99	6,855,856	175,155	203,580	7,234,591
1997/98	6,280,344	49,569	203,601	6,533,514
1996/97	6,010,347	479,747	255,234	6,745,328
1995/96	5,585,022	71,818	224,931	5,881,771
1994/95	5,380,690	279,193	156,098	5,815,981
1993/94	5,180,295	356,621	135,580	5,672,496
1992/93	4,956,622	19,028	190,070	5,165,720
1991/92	4,741,450	47,982	302,481	5,091,913
1990/91	4,427,966	14,809	296,396	4,739,171
JRF				
1999/00	\$90,170,743	\$ —	\$360,000	\$90,530,743
1998/99	82,503,531	49,456	354,000	82,906,987
1997/98	77,203,643	64,610	355,600	77,623,853
1996/97	74,445,877	641,840	354,000	75,441,717
1995/96	71,665,985	29,422	297,699	71,993,106
1994/95	68,248,989	467,920	239,443	68,956,352
1993/94	63,086,739	186,255	196,732	63,469,726
1992/93	59,877,108	208,828	286,000	60,371,936
1991/92	58,413,983	81,110	279,771	58,774,864
1990/91	53,686,330	333,842	274,594	54,294,766
JRF II				
1999/00	\$225,607	\$22,198	\$175,213	\$423,018
1998/99	192,697	—	172,000	364,697
1997/98	205,880	—	—	205,880
1996/97	18,736	—	—	18,736
1995/96	—	—	—	—
1994/95	—	—	—	—
VFF				
1999/00	\$41,438	\$ —	\$75,000	\$116,438
1998/99	27,015	—	10,000	37,015
1997/98	26,445	—	10,000	36,445
1996/97	11,903	—	9,990	21,893
1995/96	12,215	—	10,000	22,215
1994/95	12,380	—	962	13,342
1993/94	8,880	—	12,620	21,500
1992/93	4,860	—	24,075	28,935
1991/92	2,990	—	29,302	32,292
1990/91	1,920	—	28,767	30,687
SPOFF				
1999/00	\$ —	\$ —	\$214,326	\$214,326
1998/99	—	—	—	—

NOTE:

¹ Excludes investment advisor fees.

CalPERS PROGRAM DATA

Income by Source — 10-Year Review

	Member Contributions	Employer Contributions	Investment Income ¹	Miscellaneous Income	Total
PERF					
1999/00	\$1,751,290,172	\$362,614,344	\$16,579,088,181	\$3,569,729	\$18,696,562,426
1998/99	1,522,507,527	1,598,316,666	17,621,490,197	1,036,725	20,743,351,115
1997/98	1,443,232,566	2,289,526,403	23,515,372,967	3,531,902	27,251,663,838
1996/97	1,379,743,571	1,986,282,287	20,147,569,883	308,296,547	23,821,892,288
1995/96	1,338,044,978	1,850,103,438	13,135,454,838	1,747,245	16,325,350,499
1994/95	1,290,624,208	1,578,933,781	12,502,185,919	2,342,343	15,374,086,251
1993/94	1,229,162,593	1,518,539,347	1,481,281,615	9,000,960	4,237,984,515
1992/93	1,183,545,532	1,454,682,211	9,649,572,002	3,359,011	12,291,158,756
1991/92	1,174,155,118	435,855,094	5,709,115,975	2,830,653	7,321,956,840
1990/91	1,131,577,838	1,409,848,310	4,409,113,028	3,791,185	6,954,330,361
LRF					
1999/00	\$178,860	\$339,351	\$9,788,721	\$ —	\$10,306,932
1998/99	290,360	661,086	14,141,442	—	15,092,888
1997/98	312,546	674,777	22,924,284	58,708	23,970,315
1996/97	303,190	2,470,417	19,181,419	—	21,955,026
1995/96	422,381	575,032	13,299,421	—	14,296,534
1994/95	419,026	576,036	13,885,208	—	14,880,270
1993/94	444,540	596,331	(1,762,051)	—	(721,180)
1992/93	554,581	698,254	11,677,200	—	12,930,035
1991/92	615,094	761,175	5,816,754	—	7,193,023
1990/91	302,987	846,589	7,716,297	—	8,865,873
JRF					
1999/00	\$11,251,836	\$74,079,308	\$2,513,315	\$4,354,631	\$92,199,090
1998/99	11,098,731	84,352,990	1,776,583	4,121,354	101,349,658
1997/98	11,189,380	56,215,389	995,548	4,484,772	72,885,089
1996/97	11,837,184	56,361,102	1,266,708	—	69,464,994
1995/96	12,754,764	60,933,334	1,561,546	—	75,249,644
1994/95	12,389,358	49,725,805	1,274,102	—	63,389,265
1993/94	11,911,857	42,100,432	1,024,436	—	55,036,725
1992/93	11,461,805	62,243,640	943,544	—	74,648,989
1991/92	11,747,095	51,659,811	1,108,434	—	64,515,340
1990/91	11,530,926	43,707,211	1,039,414	—	56,277,551
JRF II					
1999/00	\$3,209,544	\$7,460,518	\$2,734,601	\$ —	\$13,404,663
1998/99	2,733,245	7,354,353	2,393,724	—	12,481,322
1997/98	1,948,588	5,455,217	1,803,800	—	9,207,605
1996/97	1,197,298	3,026,029	649,854	—	4,873,180
1995/96	626,033	1,507,116	15,247	—	2,148,396
1994/95	71,475	167,999	—	—	239,474
VFF					
1999/00	\$ —	\$202,395	\$130,123	\$ —	\$332,518
1998/99	—	50,916	257,919	—	308,835
1997/98	—	166,708	323,592	—	490,300
1996/97	—	162,880	244,392	—	407,272
1995/96	—	54,844	129,586	—	184,430
1994/95	—	58,515	117,289	—	175,804
1993/94	—	99,848	2,287	—	102,135
1992/93	—	72,313	41,500	651	114,464
1991/92	—	97,967	46,946	—	144,913
1990/91	—	70,927	57,026	73	128,026
SPOFF					
1999/00	\$ —	\$30,011,229	\$2,419,892	\$ —	\$32,431,121
1998/99	—	15,518,376	\$529,477	—	16,047,85

NOTE:

¹ Includes net appreciation or depreciation in fair value of investments, as restated, beginning in fiscal year 1992-93 with the adoption of GASB Statement No. 25.

CalPERS PROGRAM DATA

Primary Benefits

Benefits are paid according to the category of employment and the type of benefit coverage provided by an employer. Local agencies have variations in benefits due to their specific contract obligations with CalPERS.

The four categories of membership are:

Miscellaneous Members—staff, operational, supervisory, and all other eligible employees who are not in special membership categories.

Safety Members—California Highway Patrol officers, police officers, firefighters, and other employees whose principal duties are in active law enforcement or fire prevention and suppression work, or who occupy positions designated by law as safety member positions.

State Industrial Members—employees of the Department of Corrections and the California Youth Authority who have the same service retirement and other benefits as miscellaneous members, but who also have industrial death and disability benefits under certain limited circumstances.

State Peace Officer/Firefighter Members—State employees who are involved in law enforcement, firefighting and fire suppression, public safety, protective services, or the management and supervision thereof, whose positions are defined as State peace officer/firefighter members in the Government Code or by the Department of Personnel Administration.

Separation from Employment/Refunds

At permanent separation from employment, members may either leave their contributions on deposit and defer retirement¹ or terminate membership by electing to take a refund of member contributions plus interest (compounded annually). With a refund election, CalPERS is required to deduct federal withholding of 20 percent from the untaxed portion of the refund, unless the taxable portion is directly rolled over to a qualified defined contribution plan or IRA.

Service Retirement

State Miscellaneous and State Industrial Members (First Tier), School Members, and University Members 2 Percent at 55 Formula

Service Not Coordinated With Social Security—A guarantee of 2 percent of final compensation² at age 55 for each year of service credit. Retirement may begin at age 50 with a reduced benefit rate, or after age 55 to age 63 with an increased rate.

Service Coordinated With Social Security—Same basic benefit rate; however, there is a reduction of \$133.33 of final compensation.

Local Miscellaneous Members 2 Percent at 60 Formula

Service Not Coordinated With Social Security—A guarantee of 2 percent of final compensation at age 60 for each year of service credit. Retirement may begin at age 50 with a reduced benefit rate, or after age 60 to age 63 with an increased rate.

Service Coordinated With Social Security—Same basic benefit rate; however, there is a reduction of \$133.33 of final compensation.

State Miscellaneous and State Industrial Members (Second Tier) 1.25 Percent at 65 Formula

A guarantee of 1.25 percent of final compensation at age 65 for each year of service credit. Retirement may begin at age 55 or age 50, with a reduced benefit rate, if combined First Tier and Second Tier service.

Local Miscellaneous Members (Second Tier) 1.50 Percent at 65 Formula

A guarantee of 1.50 percent of final compensation at age 65 for each year of service credit. Retirement may begin at age 55 or age 50, with a reduced benefit rate, if combined First Tier and Second Tier service.

NOTES:

¹ A member with less than the required amount of service credit must return to CalPERS-covered employment to obtain the minimum service credit required to be eligible for retirement.

² The term “final compensation” appears throughout this section. It means the average pay earned over the last three consecutive years of employment (or one year for State and school members or as a contract option for local members) unless the member elects a different period with a higher average.

CalPERS PROGRAM DATA

Local Miscellaneous Members

2 Percent at 55 Formula

Service Not Coordinated With Social Security—A guarantee of 2 percent of final compensation at age 55 for each year of service credit. Retirement may begin at age 50 with a reduced benefit rate, or after age 55 to age 63 with an increased rate.

Service Coordinated With Social Security—Same basic benefit rate; however, there is a reduction of \$133.33 of final compensation.

Local Safety Members

2 Percent at 50 Formula

2 percent of final compensation for each year of service for retirement at age 50, with improvements to age 55. The maximum allowance payable is 85 percent of final compensation.

Local Safety Members

2 Percent at 55 Formula

2 percent of final compensation for each year of service for retirement at age 55. The maximum allowance payable is 85 percent of final compensation. Retirement may begin at age 50 with a reduced benefit rate.

Local Safety Members

½ Pay at 55 Formula

This benefit is no longer available as a contract amendment. Only a small number of local agencies are still covered under this formula which guarantees one-half of final compensation at age 55 with 20 or more years of service credit. Retirement may begin at age 50 with a reduced benefit rate.

State Safety Members and Local Safety Members

2.5 Percent at 55 Formula

This benefit is no longer available as a contract amendment. It provides 2.5 percent of final compensation for each year of service for retirement at age 55. The maximum allowance payable is 80 percent of final compensation for State safety members and 85 percent for local safety members. Retirement may begin at age 50 with a reduced benefit rate.

State Patrol Members and Local Safety Members

3 Percent at 50 Formula

3 percent of final compensation for each year of service for retirement at age 50. The maximum allowance payable is 90 percent of final compensation for State patrol members and 85 percent for local safety members.

State Peace Officer/Firefighter Members and Local Safety Members

3 Percent at 55 Formula

3 percent of final compensation for each year of service for retirement at age 55. The maximum allowance payable is 90 percent for State peace officer/firefighter members and 85 percent for local safety members.

Disability Retirement

For Most Members

A monthly allowance of 1.8 percent of final compensation for each year of service, improved under certain conditions to 33⅓ percent of final compensation, applicable to members with at least five years of service credit.

By Contract Amendment Only for Local Agencies

A monthly allowance of 30 percent of final compensation, plus an additional 1 percent for each year of service over five years to a maximum of 50 percent.

For State Second Tier Members

A monthly allowance of 1.125 percent of final compensation for each year of service, improved under certain conditions to 33⅓ percent of final compensation, applicable to members with at least 10 years of service credit or five years if credited as of January 1, 1985.

For Local Second Tier Members

A monthly allowance of 1.35 percent of final compensation for each year of service, improved under certain conditions to 33⅓ percent of final compensation, applicable to members with at least five years of service credit.

CalPERS PROGRAM DATA

Industrial Disability Retirement

For Most Members

A monthly allowance of 50 percent of final compensation, applicable to patrol members, State and local safety members, State peace officer/firefighter members, State industrial members, local miscellaneous members (by contract amendment only), and certain State miscellaneous members defined by law. State members in certain bargaining units are eligible for 60 percent of final compensation if disabled for any job in State service and the injury occurred on or after January 1, 1993 and on or before December 31, 1999. The member must be serving in one of these categories at the time the industrial disability occurs. If membership in the category began after January 1, 1980, the allowance cannot exceed the service retirement payable if the member's service had continued to age 55 for patrol, peace officer/firefighter, safety, or local safety members; age 63 if a miscellaneous or industrial member; or age 65 if a State or local Second Tier member.

By Contract Amendment Only for Local Agencies

A monthly allowance of 85 percent of final compensation, if found totally disabled.

By Contract Amendment Only for Local Agencies

A monthly allowance of 50 percent to 90 percent of final compensation, depending on the disability rating by the Workers' Compensation Appeals Board.

Death Benefits (Before Retirement)

Basic Death Benefit—All Members Except State Employees

Eligible To Retire or Not—A return of member contributions plus interest (compounded annually) and an employer-paid portion equal to one month's compensation earnable for each year of current service to a maximum of six months.

Basic Death Benefit—State Employees Only

Eligible To Retire or Not Eligible To Retire With 20 Years or More of Service Credit—A return of member contributions plus interest (compounded annually) and a State-paid portion equal to six months' pay

(50 percent of the member's earnable pay for the 12 months prior to the member's death).

Not Eligible To Retire With Less Than 20 Years of Service Credit—A return of only the member contributions plus interest (compounded annually).

Insurance Benefit—State Employees Only

Eligible To Retire or Not Eligible To Retire With 20 Years or More of Service Credit—\$5,000 in a lump sum.

Not Eligible To Retire With Less Than 20 Years of Service Credit—\$5,000 in a lump sum plus six months pay (50 percent of annual compensation).

Alternate Death Benefit³—For State Members in Bargaining Units Contracting for This Benefit, Who Are Not Eligible to Retire, With 20 Years or More of Service Credit

A monthly allowance payable to a surviving spouse until death, then to children under age 18. It is calculated similarly to pre-retirement Option 2 (if the beneficiary is a spouse), or like a 1957 Survivor Benefit (if the beneficiary is a minor child), as though the member had been old enough to retire. A spouse or minor child may receive continued health and dental insurance with the Alternate Death Benefit.

Pre-Retirement Optional Settlement 2 Benefit—Local Agencies by Contract, Married

A monthly allowance payable to the surviving spouse until death, equal to what the deceased member would have received had they retired on the date of their death and elected Optional Settlement 2W.

Pre-Retirement Optional Settlement 2 Benefit³—For All State Members, Married

A monthly allowance payable to the surviving spouse until death, equal to what the deceased member would have received had they retired on the date of their death and elected Optional Settlement 2W.

NOTE:

³ The surviving spouse of other than a State member, or guardian of a minor child, may elect the Basic Death Benefit or the 1957 Survivor Benefit. The surviving spouse of a State member may elect the Basic Death Benefit or the Optional Settlement 2 Death Benefit.

CalPERS PROGRAM DATA

1957 Survivor Benefit³—Local Members, Married

For all married members eligible to retire, a monthly allowance payable to the surviving spouse until death, then to children under age 18, equal to one-half of the highest allowance (unmodified) the member would have received had they retired on the date of death.

1957 Survivor Benefit³—All Members, Not Married

For all unmarried members eligible to retire with surviving minor children, a monthly allowance payable to the unmarried surviving minor children until age 18, equal to one-half of the highest allowance (unmodified) the member would have received had they retired on the date of death. Once allowance stops, the total allowance paid is compared to the Basic Death Benefit amount, and any difference is paid in a lump sum to all of the member's surviving children.

1959 Survivor Benefit—State and School Members and by Contract Option, Local Agency Members Not Coordinated With Social Security

A monthly benefit paid to survivors of deceased members who died prior to retirement. This benefit is similar to the Social Security Survivor Benefit and is paid in addition to any other applicable pre-retirement death benefit, except the Special Death Benefit.

Special Death Benefit⁴—Survivors of Patrol, State and Local Safety, State Industrial, and State Peace Officer/Firefighter Members, State Miscellaneous⁵ and Local Miscellaneous by Contract Amendment⁵

A monthly allowance equal to 50 percent of final compensation payable to the surviving spouse until death, or if no spouse, to natural or adopted unmarried children up to age 22.

Special Death Benefit⁴—Violent Death

Provides increased benefits (up to 75 percent of final compensation) based upon the number of surviving children, if the member's death is the result of external violence or physical force.

NOTES:

⁴ The surviving spouse or beneficiary may be eligible for the Special Death Benefit if the member's death is job-related.

⁵ The survivor of a State or local miscellaneous member qualifies for the Special Death Benefit if the member was killed or fatally injured while performing their official duties.

Death Benefits (After Retirement)

Basic Death Benefit—State Members Only

A \$2,000 lump sum payable in addition to any optional settlement elected.

Basic Death Benefit—Local and School Members

A \$500, \$600, \$2,000, \$3,000, \$4,000, or \$5,000 lump sum (depending on the employer) payable in addition to any optional settlement elected.

Survivor Continuance Benefit—State Members, School Members and, by Contract Option, Local Agency Members

Service Not Coordinated With Social Security—50 percent of the deceased member's unmodified retirement allowance amount will continue to an eligible survivor.

Service Coordinated With Social Security—25 percent of the deceased member's unmodified retirement allowance amount will continue to an eligible survivor.

Optional Settlements

For All Members

All the disability and service retirement allowances discussed in this section are the highest (unmodified) allowances payable to a retired member. There are six optional settlements to allow a member to reduce their allowance to provide a benefit to a named beneficiary at the member's death. Under two of these options, if the beneficiary predeceases the member, the member's allowance will be increased to the higher (unmodified) amount.

Cost-Of-Living Adjustments

For All Members—Except State Second Tier

A maximum of 2 percent compounded annually (up to 5 percent maximum as a contract option for retired members of local agencies).

For State Second Tier Members Only

A fixed 3 percent compounded annually.

CalPERS PROGRAM DATA

Membership & Retirement Data

Three-Year Review

	2000	1999	1998
Active & Inactive Members			
State Members			
State Miscellaneous	208,227	196,811	190,091
University of California	347	420	485
State Industrial	10,960	9,970	10,350
California Highway Patrol	6,542	6,529	6,491
State Safety	15,521	15,183	13,754
Peace Officer/Firefighter (POF)	40,675	39,790	38,454
Total State Members	282,272	268,703	259,625
Contracting Public Agency Members			
Schools	316,862	295,421	274,826
Cities	136,705	131,593	127,570
Counties	74,921	70,442	66,067
Districts & Other Public Agencies	53,021	50,353	48,245
Total Public Agency Members	581,509	547,809	516,708
Total Members—Active & Inactive	863,781	816,512	776,333
Retired Members & Active Member Death Benefit Recipients			
Service	292,402	282,771	273,934
Disability	38,925	37,389	35,754
Industrial Disability	24,363	23,181	21,934
Industrial Death	914	890	849
1957 Survivor Benefit	2,568	2,520	2,482
1959 Survivor Benefit	2,656	2,491	2,463
Total Recipients	361,828¹	349,242	337,416

NOTE:

¹ This total differs from Total Benefit Recipients on page 107. Total Recipients shown here include Active Death Benefits paid as a result of a member death prior to retirement.

CalPERS PROGRAM DATA

Active & Inactive Members

Employer/Category	Active	Inactive	Total
State Miscellaneous— First Tier	128,878	22,997	151,875
State Miscellaneous— Second Tier	31,333	25,019	56,352
State Industrial— First Tier	6,455	604	7,059
State Industrial— Second Tier	2,666	1,235	3,901
Highway Patrol	6,413	129	6,542
State Safety	13,425	2,096	15,521
Peace Officer/Firefighter	36,711	3,964	40,675
University of California ¹	119	228	347
Total State Members	226,000	56,272	282,272
School—Miscellaneous	265,331	51,024	316,355
School—Safety	463	44	507
Total School Members	265,794	51,068	316,862
Public Agency— Miscellaneous	178,477	37,219	215,696
Public Agency— Safety	44,834	4,117	48,951
Total Public Agency Members	223,311	41,336	264,647
Total Members	715,105	148,676	863,781

NOTES:

¹ The number of University of California members continues to decline since new employees must join the University of California Retirement System (UCRS).

² These payments were made from the Purchasing Power Protection Account which is structured to maintain current benefit levels and to restore CalPERS allowances to 75 percent of their original purchasing power.

³ The actual number of benefit recipients is by the employer category from which they retired, regardless of whether they had service in other employer categories. The total includes only those recipients receiving a monthly allowance, and does not include recipients of one-time only payments.

Benefit Payments by Type

Category	Amount Paid
Service Retirement	\$3,969,347,915
Disability Retirement	331,413,880
Industrial Disability Retirement	547,420,009
PPPA Payments ²	186,743,547
Total	\$5,034,925,351
Basic Death Benefit/ Group Term Life Insurance	\$42,270,500
1957 Survivor Benefit	38,318,792
1959 Survivor Benefit	23,934,323
Industrial Death Allowance	18,184,723
Option 1, Temporary Annuity, Other Lump-Sum Death Benefits & Other Prior Year Adjustments	18,440,006
Total	\$141,148,344
Grand Total	\$5,176,073,695

Benefit Recipients by Employer Category³

Employer	Retired Member	Survivors & Beneficiaries	Total
State Miscellaneous— First Tier	87,103	18,231	105,334
State Miscellaneous— Second Tier	2,408	237	2,645
State Industrial— First Tier	2,590	467	3,057
State Industrial— Second Tier	71	2	73
Highway Patrol	4,491	721	5,212
State Safety	13,473	1,958	15,431
Peace Officer/ Firefighter	1,279	130	1,409
Total State	111,415	21,746	133,161
School—Miscellaneous	92,047	14,665	106,712
School—Safety	—	—	—
Total School	92,047	14,665	106,712
Public Agency— Miscellaneous	76,508	12,848	89,356
Public Agency—Safety	23,331	3,130	26,461
Total Public Agency	99,839	15,978	115,817
Total	303,301	52,389	355,690

CalPERS PROGRAM DATA

Benefit Payments by Type

Six-Year Review

Category	2000	1999	1998	1997	1996	1995
Service Retirement	\$3,969,347,915	\$3,656,434,639	\$3,390,510,194	\$3,139,152,421	\$2,908,198,748	\$2,686,107,612
Disability Retirement	331,413,880	304,240,355	277,987,958	254,721,027	235,577,447	215,551,165
Industrial Disability Retirement	547,420,009	496,096,480	450,725,838	413,293,235	378,914,402	344,680,581
PPPA Payments	186,743,547	182,989,884	193,701,094	197,922,188	200,263,701	202,363,568
Total	\$5,034,925,351	\$4,639,761,358	\$4,312,925,084	\$4,005,088,871	\$3,722,954,298	\$3,448,702,926
Basic Death Benefit/ Group Term Life Insurance	\$42,270,500	\$36,875,983	\$37,431,073	\$32,393,565	\$32,825,843	\$35,172,014
1957 Survivor Benefit	38,318,792	31,734,005	31,909,007	29,997,145	28,169,274	26,271,759
1959 Survivor Benefit	23,934,323	12,410,800	11,536,209	10,862,301	10,491,903	10,247,912
Industrial Death Allowance	18,184,723	16,149,980	15,376,889	14,326,878	13,043,331	12,249,702
Option 1, Temporary Annuity, Lump-Sum Death Benefits & Other Prior Year Adjustments	18,440,006	39,937,173	16,745,149	4,627,092	19,999,746	21,467,954
Total	\$141,148,344	\$137,107,941	\$112,998,327	\$92,206,981	\$104,530,097	\$105,409,341
Grand Total	\$5,176,073,695	\$4,776,869,299	\$4,425,923,411	\$4,097,295,852	\$3,827,484,395	\$3,554,112,267

CalPERS PROGRAM DATA

Average Benefit Payments¹

Six-Year Review

Retirement Effective Dates	Years of Credited Service					
	5-10	10-15	15-20	20-25	25-30	30+
1999/00						
Average Monthly Benefit	\$1,132	\$1,304	\$1,347	\$2,048	\$4,041	\$ —
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	4 ³	1,285	10,880	6,056	218	None
1998/99						
Average Monthly Benefit	\$279	\$1,360	\$1,148	\$1,871	\$3,478	\$ —
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	2 ³	744	9,938	5,222	165	None
1997/98						
Average Monthly Benefit	\$928	\$1,259	\$1,432	\$1,738	\$3,493	\$3,979
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	3 ³	740	9,335	5,360	126	1
1996/97						
Average Monthly Benefit	\$1,229	\$1,064	\$1,286	\$2,046	\$3,476	\$ —
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	10 ³	660	9,114	4,938	161	None
1995/96						
Average Monthly Benefit	\$701	\$1,100	\$1,124	\$1,784	\$2,519	\$ —
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	3 ³	778	9,656	4,347	674	None
1994/95						
Average Monthly Benefit	\$ —	\$1,174	\$1,148	\$1,804	\$3,025	\$ —
Average Final Average Salary	— ²	—	—	—	—	—
Number of Active Retirees	None ³	714	9,504	4,319	749	None

NOTES:

¹ Benefit formulas can vary monthly allowances across member categories. Actual allowances can range from approximately \$400 to \$2,600 per month based on benefit formula, age at retirement, years of service, and final compensation. Amounts shown are rounded to the nearest dollar.

² Average Final Salary information is not available for reporting. CalPERS participating employers can contract for either one-year or three-year final compensation periods, or a combination of both. Based on the various configurations of more than 1,900 contracts, CalPERS is unable to develop an accurate or valid average. This data is not captured in our computer systems.

³ The Number of Active Retirees information is derived from composite totals of average monthly allowances and years of service by retirement type and formula for each fiscal year.

CalPERS PUBLIC AGENCY EMPLOYERS

Contract Actions Summary

On June 30, 2000, 1,394 public agency contracts provided retirement, death, and survivor benefits for employees of 57 county superintendents of schools; four school district offices; 432 cities and towns; 36 counties; and 865 districts and other public agencies. The 57 county superintendents of schools contracts provide benefits for 1,071 school districts, bringing the total number of public agency employers to 2,465.

	Added	Merged	Terminated	Total
County Superintendents of Schools (for 1,071 school districts)	—	—	—	57
Los Angeles Unified School and Community College Districts	—	—	—	2
Los Angeles County Superintendents of Schools and San Diego County Superintendent of Schools	—	—	—	2
Cities/Towns	1	-1	—	432
Counties	—	—	—	36
Districts and Other Public Agencies	26	-3	-1	865
Total Public Agency Contracts	27	-4	-1	1,394

Amendments

Public agency contracts vary depending upon the member categories covered, the formula the agency elects to provide, and the optional benefit provisions selected from the group of approximately 60 benefits. These optional benefits may be provided at the time the original contract is established, or the agency may later request amendments to the contract.

During the 1999-00 fiscal year, 472 benefit changes were made through 345 contract amendments. One hundred and nineteen of these changes were to provide the 2 percent at 55 formula for local miscellaneous members; 10 were to provide the 2 percent at 50 safety member formula; six were to provide the 3 percent at 50 formula; and four were to provide the 3 percent at 55 formula for safety members.

Two Years of Additional Service Credit—the Golden Handshake

Contracting agencies may amend their contracts to provide additional service credit if there are impending mandatory transfers, layoffs, or demotions. Eligible employees who retire within a 90- to 180-day window period established by the employer receive two years' additional service credit. The county schools may also contract for this benefit when there is an impending curtailment of, or change in the manner of, performing services and their best interest would be served by

granting the additional service credit. Once the contract is amended, additional window periods may be established by the employer.

In the 1999-00 fiscal year, five public agencies amended their contracts to provide for two years of additional service credit, and four additional window periods were established. Seventy-two additional window periods were established by the County Offices of Education for the Golden Handshake benefit.

Popular Benefit Amendments

One-Year Final Compensation	25 amendments
Credit for Unused Sick Leave	17 amendments
Military Service Credit	26 amendments
2% at 55 Local Misc. Formula	119 amendments
2% at 50 Local Safety Formula	10 amendments
3% at 55 Local Safety Formula	4 amendments
3% at 50 Local Safety Formula	6 amendments
Two-Year Additional Service	5 amendments
1959 Survivor Benefits	
Third Level	14 amendments
Fourth Level	34 amendments

CalPERS PUBLIC AGENCY EMPLOYERS

Mergers

The Escondido Community Development Commission merged into the City of Escondido, effective January 9, 2000.

The Lumberjack Enterprises, Inc. merged into the Humboldt State University Center, effective March 16, 2000.

The San Marcos Fire Protection District merged into the City of San Marcos, effective December 28, 1999.

The City of Lemon Grove merged into the San Miguel Consolidated Fire District, effective May 12, 2000.

Terminations

During the year, the Hamilton Cities Community Services District terminated its contract.

New Contracts

During the 1999-00 fiscal year, 27 additional agencies contracted with CalPERS for retirement, death, and survivor benefits. The new contracting agencies are:

Effective Date	Public Agency	Miscellaneous Member Formula	Safety Member Formula
7/1/99	Butte County Air Quality Management District	2% at 60	
7/12/99	Albany Municipal Services Joint Powers Authority	2% at 60	
8/31/99	Wasco Recreation and Parks District	2% at 60	
9/1/99	Central Sierra Planning Council	2% at 60	
9/1/99	Management of Emeryville Services Authority	2% at 55	
9/1/99	Consolidated Mosquito Abatement District	2% at 60	
9/1/99	Happy Valley Fire Protection District		2% at 50
10/1/99	Callayomi County Water District	2% at 55	
10/1/99	La Puente Valley County Water District	2% at 60	
10/4/99	Lompico County Water District	2% at 55	
10/11/99	Agoura Hills and Calabasas Community Center	2% at 55	
10/16/99	Citrus Heights	2% at 55	
10/23/99	Placer County Cemetery District No. 1	2% at 55	
10/25/99	Mokelumne Rural Fire District		2% at 50
11/1/99	Los Osos Community Services District	2% at 60	2% at 50
11/6/99	North Coast County Water District	2% at 55	
11/15/99	Borrego Water District	2% at 60	
11/16/99	East Quincy Services District	2% at 55	
1/1/00	Shiloh Public Cemetery District	2% at 55	
1/1/00	East Bay Regional Park District		2% at 50
2/1/00	Los Alisos Water District	2% at 60	
2/1/00	Oakdale Rural Fire Protection District	2% at 55	2% at 50
2/9/00	Cambria Cemetery District	2% at 60	
3/13/00	Coast Life Support District	2% at 55	2% at 55
4/8/00	Strawberry Recreation District	2% at 60	
4/10/00	Access Services Incorporated	2% at 60	
6/1/00	Central Valley Regional Center	2% at 55	

CalPERS PUBLIC AGENCY EMPLOYERS

Reciprocal Agencies

Reciprocity is a valuable addition to the CalPERS benefit package. Its purpose is to encourage career public service by allowing members to move between employers under different public retirement systems without losing their retirement and related benefits. The following retirement systems have reciprocity with CalPERS.

Counties Under the County Employees' Retirement Law of 1937

Alameda	Sacramento
Contra Costa	San Bernardino
Fresno	San Diego
Imperial	San Joaquin
Kern	San Mateo
Los Angeles	Santa Barbara
Marin	Sonoma
Mendocino	Stanislaus
Merced	Tulare
Orange	Ventura

The University of California Retirement Plan (UCRP)

Local Public Retirement Systems

Concord, City of
 Contra Costa Water District
 Costa Mesa, City of (safety only)
 East Bay Municipal Utility District
 East Bay Regional Park District (safety only)
 Long Beach Schools Business Management Authority
 Los Angeles, City of
 Los Angeles County Metropolitan Transportation Authority
 (Non-Contract Employees' Retirement Income Plan)
 Oakland, City of (non-safety only)
 Sacramento, City of
 San Clemente, City of (non-safety only)
 San Diego, City of
 San Francisco, City and County of
 San Jose, City of
 San Luis Obispo, County of

Systems with Limited Reciprocity

Judges' Retirement System
 Legislators' Retirement System
 California State Teachers' Retirement System

Participating Public Agencies by Type

Total number of CalPERS members for each agency follows its name.

County Superintendents of Schools

Alameda - 11,935	Orange - 22,875
Alpine - 22	Placer - 2,631
Amador - 212	Plumas - 359
Butte - 2,488	Riverside - 14,056
Calaveras - 433	Sacramento - 12,299
Colusa - 258	San Benito - 618
Contra Costa - 7,065	San Bernardino - 16,802
Del Norte - 170	San Diego - 27,060
El Dorado - 1,788	San Joaquin - 5,584
Fresno - 9,495	San Luis Obispo - 2,297
Glenn - 425	San Mateo - 5,669
Humboldt - 1,648	Santa Barbara - 4,011
Imperial - 2,306	Santa Clara - 14,634
Inyo - 262	Santa Cruz - 2,669
Kern - 8,544	Shasta - 1,988
Kings - 1,479	Sierra - 66
Lake - 832	Siskiyou - 744
Lassen - 438	Solano - 3,247
Los Angeles - 46,806	Sonoma - 4,457
Madera - 1,194	Stanislaus - 5,390
Marin - 1,983	Sutter - 683
Mariposa - 163	Tehama - 727
Mendocino - 1,421	Trinity - 265
Merced - 3,154	Tulare - 5,516
Modoc - 231	Tuolumne - 468
Mono - 160	Ventura - 6,402
Monterey - 4,938	Yolo - 1,538
Napa - 1,424	Yuba - 902
Nevada - 702	
	Total - 57

School District Offices

Los Angeles Unified School District - 34,388
 Los Angeles Community College District - 2,298
 Los Angeles County Office of Education - 3,417
 San Diego County Office of Education - 818

Total - 4

CaIPERS PUBLIC AGENCY EMPLOYERS

Counties

Alpine - 88	Kings - 1,482	Placer - 2,756	Siskiyou - 894
Amador - 557	Lake - 1,025	Plumas - 532	Solano - 3,424
Butte - 2,257	Lassen - 506	Riverside - 15,210	Sutter - 1,084
Calaveras - 507	Madera - 1,285	San Benito - 510	Tehama - 1,042
Colusa - 390	Mariposa - 328	San Francisco City & County - 1,300 ¹	Trinity - 612
Del Norte - 582	Modoc - 436	Santa Clara - 16,767	Tuolumne - 1,179
El Dorado - 2,046	Mono - 341	Santa Cruz - 3,083	Yolo - 2,003
Glenn - 593	Monterey - 4,962	Shasta - 2,035	Yuba - 1,009
Humboldt - 2,198	Napa - 1,394	Sierra - 135	
Inyo - 515	Nevada - 1,154		Total - 36

Cities

Agoura Hills - 43	Blythe - 118	Colusa - 48	Escondido - 955
Alameda - 713	Bradbury - 3	Commerce - 181	Etna - 5
Albany - 95	Brawley - 160	Compton - 693	Eureka - 296
Alhambra - 589	Brea - 480	Concord - 606	Exeter - 15
Alturas - 30	Brentwood - 186	Corcoran - 72	Fairfax - 52
American Canyon - 54	Brisbane - 94	Corning - 43	Fairfield - 583
Anaheim - 2,745	Buellton - 17	Corona - 773	Farmersville - 27
Anderson - 65	Buena Park - 409	Coronado - 298	Fillmore - 50
Angels - 35	Burbank - 1,488	Corte Madera - 90	Firebaugh - 47
Antioch - 387	Burlingame - 302	Costa Mesa - 743	Folsom - 518
Apple Valley - 46	Calabasas - 64	Cotati - 56	Fontana - 517
Arcadia - 387	Calexico - 213	Covina - 282	Fort Bragg - 68
Arcata - 114	California City - 100	Crescent City - 70	Fortuna - 64
Arroyo Grande - 109	Calimesa - 15	Cudahy - 32	Fountain Valley - 274
Artesia - 46	Calipatria - 22	Culver City - 829	Fowler - 22
Arvin - 46	Calistoga - 57	Cupertino - 174	Fremont - 1,056
Atascadero - 144	Camarillo - 150	Cypress - 203	Fullerton - 724
Atherton - 73	Campbell - 181	Daly City - 698	Galt - 145
Atwater - 126	Canyon Lake - 6	Dana Point - 51	Garden Grove - 776
Auburn - 93	Capitola - 97	Davis - 507	Gardena - 467
Avalon - 67	Carlsbad - 647	Del Mar - 72	Gilroy - 268
Avenal - 33	Carmel-By-The-Sea - 131	Del Rey Oaks - 8	Glendale - 2,099
Azusa - 377	Carpinteria - 49	Desert Hot Springs - 50	Glendora - 220
Bakersfield - 1,246	Carson - 358	Diamond Bar - 59	Gonzales - 32
Baldwin Park - 508	Cathedral City - 214	Dinuba - 149	Grand Terrace - 61
Banning - 194	Cerritos - 476	Dixon - 93	Grass Valley - 111
Barstow - 159	Chico - 384	Dos Palos - 31	Greenfield - 34
Beaumont - 61	Chino - 421	Downey - 517	Gridley - 51
Bell - 138	Chowchilla - 61	Duarte - 61	Grover Beach - 77
Bell Gardens - 163	Chula Vista - 1,034	Dublin - 71	Guadalupe - 53
Bellflower - 108	Citrus Heights - 25	Dunsmuir - 20	Gustine - 23
Belmont - 167	Claremont - 250	El Cajon - 697	Half Moon Bay - 65
Belvedere - 22	Clayton - 36	El Centro - 289	Hanford - 237
Benicia - 256	Clearlake - 64	El Cerrito - 167	Hawaiian Gardens - 69
Berkeley - 1,869	Cloverdale - 48	El Monte - 478	Hawthorne - 412
Beverly Hills - 1,027	Clovis - 602	El Segundo - 395	Hayward - 1,010
Biggs - 9	Coachella - 60	Emeryville - 67	Healdsburg - 135
Bishop - 42	Colma - 44	Encinitas - 215	Hemet - 306
Blue Lake - 9	Colton - 403	Escalon - 46	Hercules - 133

NOTE:

¹ This agency has both city and county employees and is listed in both areas; however, it is included only in the "total" count of the Cities category.

CaIPERS PUBLIC AGENCY EMPLOYERS

Cities

Hermosa Beach - 198	Madera - 251	Paramount - 129	San Leandro - 477
Hesperia - 86	Malibu - 56	Pasadena - 1,906	San Luis Obispo - 445
Hidden Hills - 4	Mammoth Lakes - 102	Paso Robles - 127	San Marcos - 189
Highland - 33	Manhattan Beach - 313	Patterson - 62	San Marino - 112
Hillsborough - 117	Manteca - 317	Perris - 74	San Mateo - 663
Hollister - 170	Marina - 99	Petaluma - 363	San Pablo - 150
Hughson - 29	Martinez - 59	Pico Rivera - 185	San Ramon - 182
Huntington Beach - 1,164	Marysville - 96	Piedmont - 119	Sand City - 26
Huntington Park - 221	Maywood - 71	Pinole - 126	Sanger - 119
Imperial Beach - 87	Menlo Park - 312	Pismo Beach - 100	Santa Ana - 2,012
Imperial - 38	Merced - 456	Placentia - 176	Santa Barbara - 1,429
Indian Wells - 33	Mill Valley - 166	Placerville - 90	Santa Clara - 1,096
Indio - 184	Millbrae - 179	Pleasant Hill - 157	Santa Clarita - 404
Industry - 35	Milpitas - 540	Pleasanton - 550	Santa Cruz - 1,023
Inglewood - 994	Mission Viejo - 132	Pomona - 771	Santa Fe Springs - 262
Ione - 22	Modesto - 1,173	Port Hueneme - 149	Santa Maria - 491
Irwindale - 71	Monrovia - 308	Porterville - 278	Santa Monica - 2,083
Jackson - 38	Montague - 7	Portola - 13	Santa Paula - 160
King City - 52	Montclair - 246	Portola Valley - 12	Santa Rosa - 1,256
Kingsburg - 62	Monte Sereno - 7	Poway - 241	Santee - 149
La Canada Flintridge - 28	Montebello - 573	Rancho Cucamonga - 381	Saratoga - 79
La Habra - 478	Monterey - 530	Rancho Mirage - 80	Sausalito - 130
La Habra Heights - 19	Monterey Park - 419	Rancho Palos Verdes - 104	Scotts Valley - 94
La Mesa - 285	Moorpark - 68	Red Bluff - 116	Seal Beach - 125
La Mirada - 99	Moraga - 25	Redding - 839	Seaside - 166
La Palma - 94	Moreno Valley - 394	Redlands - 509	Sebastopol - 50
La Puente - 41	Morgan Hill - 210	Redondo Beach - 646	Selma - 143
La Quinta - 79	Morro Bay - 133	Redwood City - 753	Shafter - 128
La Verne - 170	Mountain View - 769	Reedley - 112	Shasta Lake - 43
Laguna Beach - 273	Mt. Shasta - 43	Rialto - 420	Sierra Madre - 80
Laguna Hills - 37	Murrieta - 109	Richmond - 969	Signal Hill - 155
Laguna Niguel - 84	Napa - 431	Ridgecrest - 112	Simi Valley - 675
Lake Elsinore - 61	National City - 366	Rio Vista - 38	Solana Beach - 73
Lake Forest - 41	Needles - 169	Ripon - 18	Solidad - 15
Lakeport - 62	Nevada City - 27	Riverbank - 50	Solvang - 37
Lakewood - 272	Newark - 248	Riverside - 2,097	Sonoma - 100
Lancaster - 297	Newman - 39	Rocklin - 235	Sonora - 47
Larkspur - 65	Newport Beach - 921	Rohnert Park - 231	South El Monte - 84
Lathrop - 66	Norco - 127	Rolling Hills - 5	South Gate - 405
Lawndale - 88	Norwalk - 238	Rolling Hills Estates - 41	South Lake Tahoe - 239
Lemoore - 109	Novato - 270	Rosemead - 47	South Pasadena - 171
Lincoln - 74	Oakdale - 89	Roseville - 912	South San Francisco - 547
Lindsay - 91	Oakland - 4,589	Ross - 22	St. Helena - 74
Live Oak - 18	Oceanside - 996	Sacramento - 4,055	Stanton - 66
Livermore - 483	Ojai - 40	Salinas - 456	Stockton - 1,947
Livingston - 58	Ontario - 1,000	San Anselmo - 76	Suisun City - 108
Lodi - 533	Orange - 789	San Bernardino - 1,571	Sunnyvale - 1,066
Loma Linda - 95	Orange Cove - 18	San Bruno - 273	Susanville - 76
Lomita - 57	Orland - 38	San Buenaventura - 750	Sutter Creek - 17
Lompoc - 428	Oroville - 116	San Carlos - 162	Taft - 141
Long Beach - 5,401	Oxnard - 1,394	San Clemente - 59	Tehachapi - 33
Loomis - 15	Pacific Grove - 151	San Dimas - 84	Temecula - 148
Los Alamitos - 66	Pacifica - 275	San Fernando - 149	Temple City - 55
Los Altos - 162	Palm Desert - 161	San Francisco City &	Thousand Oaks - 491
Los Altos Hills - 21	Palm Springs - 526	County - 1,300 ¹	Tiburon - 41
Los Banos - 116	Palmdale - 270	San Gabriel - 197	Torrance - 1,610
Los Gatos - 209	Palo Alto - 1,234	San Jacinto - 88	Tracy - 442
Loyalton - 3	Palos Verdes Estates - 84	San Joaquin - 16	Truckee - 63
Lynwood - 306	Paradise - 108	San Jose - 7	Tulare - 367

CalPERS PUBLIC AGENCY EMPLOYERS

Cities

Tulelake - 12	Victorville - 382	West Covina - 451	Windsor - 60
Turlock - 361	Villa Park - 8	West Hollywood - 230	Winters - 27
Tustin - 323	Visalia - 553	West Sacramento - 329	Woodlake - 40
Twentynine Palms - 44	Vista - 360	Westlake Village - 15	Woodland - 340
Ukiah - 198	Walnut - 60	Westminster - 328	Woodside - 26
Union City - 333	Walnut Creek - 514	Westmorland - 8	Yorba Linda - 117
Upland - 350	Wasco - 49	Whittier - 471	Yountville - 21
Vacaville - 636	Waterford - 22	Williams - 19	Yreka - 66
Vallejo - 640	Watsonville - 362	Willits - 55	Yuba City - 270
Vernon - 417	Weed - 31	Willows - 40	Yucaipa - 61
			Yucca Valley - 65

Total - 432

Districts & Other Public Agencies

Access Services Incorporated - 55	Atascadero Cemetery District - 4
Agoura Hills and Calabasas Community Center - 5	Auburn Public Cemetery District - 7
Alameda Alliance for Health - 111	Bakersfield State College Foundation - 70
Alameda Corridor Transportation Authority - 19	Baldwin Park Unified School District - 10
Alameda County Congestion Management Agency - 13	Bard Water District - 16
Alameda County Fire Department - 237	Bardsdale Cemetery District - 2
Alameda County Law Library - 16	Barstow Cemetery District - 4
Alameda County Mosquito Abatement District - 14	Bay Area Air Quality Management District - 337
Alameda County Schools Insurance Group - 8	Bay Area Library and Information System - 7
Alameda County Transportation Authority - 13	Beach Cities Health District - 55
Alameda County Waste Management Authority - 31	Bear Mountain Recreation and Park District - 6
Alameda County Water District - 217	Bear Valley Community Services District - 42
Alameda Housing Authority - 43	Beaumont District Library - 4
Albany Municipal Services Joint Powers Authority - 17	Beaumont-Cherry Valley Recreation and Park District - 10
Alhambra Redevelopment Agency - 9	Belvedere-Tiburon Library Agency - 13
Aliso Water Management Agency - 28	Benicia City Housing Authority - 14
Alliance of Schools for Cooperative Insurance Programs - 8	Bennett Valley Fire Protection District - 2
Alpine Fire Protection District - 21	Big Bear Area Regional Wastewater Agency - 12
Alta Irrigation District - 33	Big Bear City Airport District - 6
Altadena Library District - 19	Big Bear City Community Services District - 64
Amador Rapid Transit District - 38	Big Bear Municipal Water District - 14
Amador Water Agency - 40	Bighorn-Desert View Water Agency - 4
American Canyon Fire District - 15	Black Gold Cooperative Library System - 14
American River Fire Protection District - 285	Blanchard/Santa Paula Public Library District - 8
American River Flood Control District - 12	Bodega Bay Fire Protection District - 16
Anderson Cemetery District - 2	Bolinas Community Public Utility District - 4
Anderson Fire Protection District - 6	Bonita-Sunnyside Fire Protection District - 14
Angiola Water District - 5	Boron Community Services District - 3
Antelope Valley Mosquito and Vector Control District - 5	Borrego Springs Fire Protection District - 14
Antelope Valley Schools Transportation Agency - 230	Borrego Water District - 12
Antelope Valley Transit Authority - 5	Branciforte Fire Protection District - 3
Apple Valley Fire Protection District - 52	Brannan-Andrus Levee Maintenance District - 1
Aptos/La Selva Fire Protection Agency - 43	Broadmoor Police Protection District - 15
Arbuckle-College City Fire Protection District - 3	Brooktrails Township Community Services District - 15
Arcata Fire Protection District - 13	Browns Valley Irrigation District - 11
Area 12 Agency On Aging - 16	Buena Park Library District - 18
Armona Community Services District - 4	Burney Basin Mosquito Abatement District - 2
Arrowbear Park County Water District - 6	Burney Fire District - 7
Arroyo Grande District Cemetery - 6	Burney Water District - 8
Associated Students, California State University, San Bernardino - 2	Butte County Air Quality Management District - 10
Association of Bay Area Governments - 109	Butte County Mosquito and Vector Control District - 21
Association of California Water Agencies - 58	Butte Housing Authority - 33
Association of California Water Agencies Joint Powers Insurance Authority - 42	Butte Schools Self-Funded Programs - 2
	Byron-Bethany Irrigation District - 12
	Cachuma Operations and Maintenance Board - 12

CaIPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Calaveras County Water District - 66	Central Water District - 3
Calaveras Public Utility District - 6	Chester Fire Protection District - 1
Calexico City Housing Authority - 26	Chester Public Utility District - 4
California Association for Park and Recreation Insurance - 4	Chico Area Recreation and Park District - 43
California Authority of Racing Fairs - 26	Chino Basin Watermaster - 8
California Bear Credit Union - 44	Chino Valley Independent Fire District - 125
California Fair Services Authority - 45	Citrus Heights Water District - 29
California Fairs Financing Authority - 19	Clear Creek Community Services District - 10
California Firefighter's Joint Apprenticeship Committee - 30	Clearlake Oaks County Water District - 15
California Interscholastic Federation, Central Section - 1	Clearlake Oaks Fire Protection District - 5
California Interscholastic Federation, Central Coast Section - 3	Cloverdale Citrus Fair - 4
California Interscholastic Federation, North Coast Section - 6	Cloverdale Fire Protection District - 4
California Interscholastic Federation, Sac-Joaquin Section - 3	Clovis Cemetery District - 8
California Interscholastic Federation, San Diego Section - 5	Coachella Valley Association of Governments - 29
California Interscholastic Federation, Southern Section - 15	Coachella Valley Mosquito Abatement District - 48
California Interscholastic Federation, State Office - 13	Coachella Valley Public Cemetery District - 5
California Joint Powers Insurance Authority - 20	Coachella Valley Water District - 431
California Joint Powers Risk Management Authority - 5	Coalinga-Huron Cemetery District - 2
California Maritime Academy Foundation, Inc. - 9	Coalinga-Huron Mosquito Abatement District - 0
California Municipal Utilities Association - 4	Coalinga-Huron Recreation and Park District - 19
California Pines Community Services District - 7	Coalinga-Huron Unified School District Library District - 8
California School Boards Association - 114	Coast Life Support District - 5
California State and Federal Employees No. 20 Credit Union - 15	Coastal Developmental Services Foundation - 172
California State University Foundation - 47	Coastal Municipal Water District - 1
California State University, Fresno Association, Inc. - 129	Coastside County Water District - 18
California State University, Fresno Athletic Corporation - 103	College Town - 0
California State University, Stanislaus Foundation - 53	Colusa Mosquito Abatement District - 3
Callayomi County Water District - 2	Community College League of California - 20
Calleguas Municipal Water District - 60	Community Development Commission of Mendocino County - 29
Camarillo Health Care District - 48	Community Development Commission of the City of National City - 29
Cambria Cemetery District - 2	Compton Creek Mosquito Abatement District - 1
Cambria Community Healthcare District - 8	Compton Unified School District - 35
Cambria Community Services District - 25	Conejo Recreation and Park District - 176
Cameron Park Community Services District - 17	Consolidated Mosquito Abatement District - 11
Camrosa Water District - 26	Contra Costa County Law Library - 6
Capitol Area Development Authority - 49	Contra Costa County Schools Insurance Group - 38
Carmel Highlands Fire Protection District of Monterey County - 9	Contra Costa Transportation Authority - 15
Carmel Valley Fire Protection District - 11	Cooperative Personnel Services - 87
Carmichael Water District - 27	Cordelia Fire Protection District of Solano County - 7
Carpinteria Sanitary District - 16	Corning Water District - 5
Carpinteria Valley Water District - 15	Cottonwood Fire Protection District - 3
Casitas Municipal Water District - 58	Cottonwood Water District - 2
Castaic Lake Water Agency - 39	Crescent City Harbor District - 19
Castro Valley Sanitary District - 13	Crescenta Valley Water District - 33
Castroville Water District - 5	Crestline Lake Arrowhead Water Agency - 8
Cawelo Water District - 18	CSAC Excess Insurance Authority - 17
Cayucos Sanitary District - 6	Cucamonga County Water District - 105
Cayucos-Morro Bay Cemetery District - 3	Cutler Public Utility District - 4
Central Basin Municipal Water District - 54	Cutler-Orosi Joint Powers Wastewater Authority - 2
Central Coast Computing Authority - 11	Cuyama Valley Recreation District - 1
Central Coast Water Authority - 31	Dairy Council of California - 92
Central Contra Costa Transit Authority - 377	Daly City Redevelopment Agency - 0
Central Fire Protection District of Santa Cruz County - 54	Dana Point Sanitary District - 2
Central Marin Sanitation Agency - 38	Deer Springs Fire Protection District - 4
Central Sierra Planning Council - 7	Del Norte County Library District - 4
Central Valley Regional Center - 229	Del Paso Manor Water District - 4

CaIPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Del Rey Community Services District - 6	Fruitridge Fire Protection District - 0
Delano Mosquito Abatement District - 7	Fullerton California State University Associated Students - 56
Delta Vector Control District - 15	Fulton-El Camino Recreation and Parks District - 11
Denair Community Services District - 5	Galt Fire Protection District - 19
Descanso Community Water District - 6	Garden Valley Fire Protection District - 3
Desert Water Agency - 68	Georgetown Divide Public Utility District - 20
Diamond Springs/El Dorado Fire Protection District - 20	Georgetown Fire Protection District - 11
Dixon Unified School District Library District - 4	Gilsizer County Drainage District - 6
Donald P. and Katherine B. Loker University Student Union, Inc. - 9	Glen Ellen Fire Protection District - 5
Dougherty Regional Fire Authority - 11	Glendale College, Associated Students of - 15
Downey Cemetery District - 0	Glendale Community College District - 5
Dublin San Ramon Services District - 96	Glenn County Mosquito and Vector Control District - 2
East Bay Dischargers Authority - 3	Gold Ridge Fire Protection District - 2
East Bay Regional Park District - 58	Golden Gate Bridge Highway and Transportation District - 618
East Contra Costa Irrigation District - 18	Golden Sierra Job Training Agency - 53
East County Fire Protection District - 33	Goleta Sanitary District - 34
East Kern Airport District - 22	Goleta Water District - 52
East Orange County Water District - 6	Goleta West Sanitary District - 9
East Palo Alto Sanitary District - 10	Great Basin Unified Air Pollution Control District - 29
East Quincy Services District - 4	Greater Anaheim Special Education Local Plan Area - 14
East San Gabriel Valley Human Services Consortium - 81	Greater Los Angeles County Vector Control District - 47
East Valley Resource Conservation District - 7	Greater Vallejo Recreation District - 35
East Valley Water District - 63	Gridley-Biggs Cemetery District - 6
Eastern Municipal Water District - 520	Grossmont Healthcare District - 5
Ebbetts Pass Fire Protection District - 18	Grossmont Schools Federal Credit Union - 12
El Dorado County Fire Protection District - 75	Groveland Community Services District - 26
El Dorado County Transit Authority - 46	Gualala Community Services District - 4
El Dorado Hills Community Services District - 32	Halcumb Cemetery District - 2
El Dorado Hills County Water District - 34	Half Moon Bay Fire Protection District - 44
El Dorado Irrigation District - 240	Hamilton Branch Fire Protection District - 2
Elk Grove Community Services District - 213	Happy Camp Sanitary District - 2
Elsinore Valley Municipal Water District - 139	Happy Homestead Cemetery District - 2
Emeryville Redevelopment Agency - 3	Happy Valley Fire Protection District - 2
Encina Wastewater Authority - 72	Hayward Area Recreation and Park District - 175
Esparto Community Services District - 2	Hayward California State University, Auxiliary Foundation, Inc. - 146
Estero Municipal Improvement District - 295	Heartland Communications Facility Authority - 21
Fair Oaks Recreation and Park District - 43	Heber Public Utility District - 8
Fair Oaks Water District - 31	Helix Water District - 147
Fairfield-Suisun Sewer District - 19	Herald Fire Protection District - 1
Fall River Mills Community Services District - 3	Heritage Ranch Community Services District - 8
Fallbrook Public Utility District - 74	Hesperia County Water District - 43
Feather River Air Quality Management District - 11	Hesperia Fire Protection District - 68
Feather River Recreation and Park District - 27	Hi-Desert Water District - 38
Feather Water District - 5	Hidden Valley Lake Community Services District - 10
Felton Fire Protection District - 2	Higgins Area Fire Protection District - 19
Fern Valley Water District - 4	Hilton Creek Community Services District - 2
Florin County Water District - 5	Hornet Foundation, Inc., California State University, Sacramento - 207
Foothill Municipal Water District - 12	Hub Cities Consortium - 45
Forestville County Water District - 3	Human Rights/Fair Housing Commission of the City and County of Sacramento - 24
Forestville Fire Protection District - 4	Humboldt Bay Harbor Recreation and Conservation District - 15
Fort Bragg Fire Protection Authority - 3	Humboldt Bay Municipal Water District - 16
Fort Ord Reuse Authority - 16	Humboldt Community Services District - 23
Forty-Niner Fire Protection District - 8	Humboldt County Association of Governments - 3
Fresno City Housing Authority - 118	
Fresno County Housing Authority - 116	
Fresno County Law Library - 5	
Fresno Westside Mosquito Abatement District - 9	

CaIPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Humboldt No. 1 Fire Protection District - 22	Lompico County Water District - 3
Humboldt State College University Center - 69	Long Beach City College Associated Student Body, Enterprises - 26
Humboldt Transit Authority - 50	Long Beach State University, Associated Students - 61
Idyllwild Fire Protection District - 8	Long Beach State University, Forty-Niner Shops, Inc. - 71
Independent Cities Association, Inc. - 1	Los Alamos Community Services District - 5
Indian Wells Valley Water District - 29	Los Alisos Water District - 46
Industry Urban Development Agency - 1	Los Angeles City Community Redevelopment Agency - 224
Inland Counties Regional Center, Inc. - 465	Los Angeles City Housing Authority - 1,291
Inland Empire Utilities Agency - 240	Los Angeles County Area 'E' Civil Defense and Disaster Board - 1
Inland Empire West Resource Conservation District - 6	Los Angeles County Community Development Commission - 951
Intelecom Intelligent Telecommunications - 37	Los Angeles County Housing Authority - 42
Intergovernmental Training and Development Center - 6	Los Angeles County Law Library - 51
Inverness Public Utility District - 6	Los Angeles County Sanitation District No. 2 - 1,902
Irvine Child Care Project - 0	Los Angeles County West Vector Control District - 34
Irvine Ranch Water District - 312	Los Angeles Memorial Coliseum Commission - 42
Jamestown Sanitary District - 4	Los Angeles Regionalized Insurance Services Authority - 1
Janesville Fire Protection District - 0	Los Gatos-Saratoga Department of Community Education and Recreation - 2
June Lake Public Utility District - 7	Los Osos Community Services District - 19
Jurupa Community Services District - 46	Lower Lake Fire Protection District - 2
Kaweah Delta Water Conservation District - 22	Lower Tule River Irrigation District - 30
Kelseyville Fire Protection District - 15	Lucerne Recreation and Park District - 3
Kensington Community Services District - 11	Madera Cemetery District - 20
Kentfield Fire District - 14	Madera County Economic Development Commission - 3
Kenwood Fire Protection District - 2	Madera County Mosquito and Vector Control District - 9
Kern County Cemetery District No. 1 - 7	Madera Housing Authority - 44
Kern County Council of Governments - 18	Main San Gabriel Basin Watermaster - 12
Kern County Housing Authority - 116	Majestic Pines Community Services District - 2
Kern County Law Library - 3	Mammoth Lakes Fire District - 6
Kern County Local Agency Formation Commission - 2	Management of Emeryville Services Authority - 113
Kettleman City Community Services District - 4	March Joint Powers Authority - 6
Kings County Waste Management Authority - 72	Marin County Housing Authority - 77
Kings Mosquito Abatement District - 12	Marin County Sanitary District No. 1 - 22
Kinneloa Irrigation District - 3	Marin Municipal Water District - 274
Kirkwood Meadows Public Utilities District - 10	Marinwood Community Services District - 26
Laguna Beach County Water District - 44	Mariposa Public Utility District - 5
Lake County Vector Control District - 7	Maxwell Public Utility District - 3
Lake Don Pedro Community Services District - 7	McCloud Community Services District - 10
Lake Valley Fire Protection District - 18	McFarland Recreation and Park District - 10
Lakeshore Fire Protection District - 12	McKinleyville Community Services District - 20
Lakeside Fire Protection District - 68	Meeks Bay Fire Protection District - 8
Lakeside Water District - 10	Meiners Oaks County Water District - 3
Lamont Public Utility District - 2	Mendocino City Community Services District - 4
La Puente Valley County Water District - 7	Menlo Park Fire Protection District - 99
Las Gallinas Valley Sanitary District - 16	Merced County Housing Authority - 67
Las Virgenes Municipal Water District - 145	Merced County Mosquito Abatement District - 13
Lassen County Waterworks District No. 1 - 1	Merced Irrigation District - 163
League of California Cities - 69	Merritt College Associated Students, Inc. - 1
Leucadia County Water District - 19	Metropolitan Cooperative Library System - 20
Linda County Water District - 10	Metropolitan Transportation Commission - 139
Linda Fire Protection District - 10	Metropolitan Water District of Southern California - 2,131
Linden-Peters Rural County Fire Protection District - 8	Mid City Development Corporation - 1
Lindsay Strathmore Public Cemetery District - 2	Mid-Peninsula Regional Open Space District - 81
Little Lake Fire Protection District - 4	Mid-Peninsula Water District - 20
Littlerock Creek Irrigation District - 7	Mid-Placer Public Schools Transportation Agency - 98
Live Oak Cemetery District - 2	
Live Oak Fire Protection District - 1	
Livermore City Housing Authority - 14	
Livermore/Amador Valley Transit Authority - 11	

CalPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Midway City Sanitary District - 29	North Tahoe Fire Protection District - 45
Minter Field Airport District - 9	Northern California Special Districts Insurance Authority - 3
Mojave Water Agency - 27	Northern Sierra Air Quality Management District - 11
Mokelumne Rural Fire District - 10	Northridge Water District - 21
Monte Vista County Water District - 42	Northstar Community Services District - 19
Montecito Fire Protection District - 47	Northwest Mosquito and Vector Control District - 12
Montecito Sanitary District of Santa Barbara County - 14	Novato Sanitary District - 28
Montecito Water District - 28	Oakdale Rural Fire Protection District - 7
Monterey Bay Area Governments, Association of - 15	Oakland City Housing Authority - 363
Monterey Bay Unified Air Pollution Control District - 44	Oakland Redevelopment Agency - 3
Monterey County Water Resources Agency - 59	Oceano Community Services District - 11
Monterey Peninsula Airport District - 58	Ojai Valley Sanitary District - 17
Monterey Peninsula Regional Park District - 10	Olcese Water District - 1
Monterey Peninsula Water Management District - 31	Olivenhain Municipal Water District - 73
Monterey Regional Waste Management District - 87	Omnitrans - 736
Monterey Regional Water Pollution Control Agency - 93	Ophir Hill Fire Protection District - 2
Monterey-Salinas Transit - 257	Orange County Health Authority (CALOPTIMA) - 364
Montezuma Fire Protection District - 9	Orange County Transportation Commission - 21
Morongo Basin Transit Authority - 38	Orange Cove Fire Protection District of Fresno and Tulare Counties - 2
Mother Lode Job Training Agency - 45	Orchard Dale County Water District - 8
Moulton-Niguel Water District - 116	Orland Cemetery District - 3
Mountain-Valley Library System - 6	Oro Loma Sanitary District - 58
Mountains Recreation and Conservation Authority - 106	Orosi Public Utility District - 5
Mt. San Antonio College Associated Students - 47	Oroville Cemetery District - 7
Mountain View Sanitary District of Contra Costa County - 12	Oroville Mosquito Abatement District - 1
Murphys Sanitary District - 6	Otay Water District - 192
Murrieta County Water District - 14	Oxnard Drainage District No. 2 - 0
Murrieta Fire Protection District - 27	Oxnard Harbor District - 32
Napa County Mosquito Abatement District - 6	Pacific Fire Protection District - 1
Napa Sanitation District - 39	Padre Dam Municipal Water District - 125
National Orange Show - 92	Pajaro Valley Fire Protection Agency - 2
Natomas Fire Protection District - 0	Pajaro Valley Public Cemetery District - 7
Nevada Cemetery District - 3	Pajaro Valley Water Management Agency - 14
Nevada County Consolidated Fire District - 37	Palm Ranch Irrigation District - 4
Nevada County Local Agency Formation Commission - 2	Palmdale Water District - 89
Nevada Irrigation District - 165	Palo Verde Cemetery District - 8
Newhall County Water District - 40	Palo Verde Valley District Library - 5
Newport Beach City Employees Federal Credit Union - 6	Palos Verdes Library District - 45
Nice Community Services District - 4	Pasadena City College Bookstore - 12
Niland Fire District - 2	Paso Robles City Housing Authority - 6
Niland Sanitary District - 0	Patterson Water District - 11
Nipomo Community Services District - 8	Pauma Valley Community Services District - 26
North Bay Cooperative Library System - 10	Peardale Chicago Park Fire Protection District - 2
North Bay Schools Insurance Authority - 15	Peninsula Fire Protection District - 4
North Central Counties Consortium - 11	Penn Valley Fire Protection District - 14
North Coast County Water District - 20	Pico Water District - 15
North Coast Unified Air Quality Management District - 5	Pine Cove Water District - 5
North County Fire Protection District of Monterey County - 32	Pinedale County Water District - 6
North County Fire Protection District of San Diego County - 79	Pioneer Cemetery District - 3
North County Transit District - 610	Pixley Irrigation District - 9
North Kern Cemetery District - 7	Placer Consolidated Fire Protection District - 24
North Kern Water Storage District - 24	Placer County Cemetery District No. 1 - 4
North Los Angeles County Regional Center - 380	Placer County Resource Conservation District - 2
North Marin Water District - 65	Placer County Transportation Commission - 7
North of the River Municipal Water District - 8	Placer County Water Agency - 151
North State Cooperative Library System - 13	Placer Hills Fire Protection District - 7
	Plain View Water District - 3

CaIPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Planning & Service Area II Agency on Aging - 5	Riverside County Waste Resources Management District - 136
Pleasant Hill - Martinez Joint Facilities Agency - 123	Riverside Transit Agency - 383
Pleasant Hill Recreation and Park District - 45	Riverview Water District - 12
Pleasant Valley County Water District - 6	Rockville Cemetery District - 2
Pleasant Valley Recreation and Park District - 86	Rose Bowl Operating Company - 20
Point Montara Fire Protection District - 1	Roseville Public Cemetery District - 10
Pomona, Cal Poly Kellogg Unit Foundation, Inc. - 341	Ross Valley Fire Service - 26
Pomona, California State Polytechnic University, Associated Students - 36	Rowland Water District - 22
Pomona Valley Transportation Authority - 3	Rubidoux Community Services District - 2
Port San Luis Harbor District - 27	Running Springs Water District - 35
Porter Vista Public Utility District - 2	Russian River Fire Protection District - 12
Porterville Irrigation District - 5	Sacramento Area Council of Governments - 59
Porterville Public Cemetery District - 13	Sacramento City Housing Authority - 385
Provident Central Credit Union - 1	Sacramento City Redevelopment Agency - 1
Public Agency Risk Sharing Authority of California - 5	Sacramento County Fire Protection District - 375
Public Entity Risk Management Authority - 5	Sacramento County Law Library - 17
Public Transportation Services Corporation - 1,725	Sacramento Metropolitan Air Quality Management District - 76
Pupil Transportation Cooperative - 151	Sacramento Metropolitan Cable Television Commission - 11
Purissima Hills County Water District - 6	Sacramento Metropolitan Water Authority - 2
Quartz Hill Water District - 10	Sacramento Municipal Utility District - 2,474
Quincy Community Services District - 12	Sacramento Public Library Authority - 310
Rag Gulch Water District - 8	Sacramento Regional Fire/EMS Communications Center - 61
Rainbow Municipal Water District - 42	Sacramento Transportation Authority - 4
Ramona Municipal Water District - 89	Sacramento-Yolo Mosquito and Vector Control District - 59
Rancho Adobe Fire Protection District - 19	Salida Fire Protection District - 8
Rancho California Water District - 134	Salinas Rural Fire District - 31
Rancho Cucamonga Fire Protection District - 83	Salton Community Services District - 18
Rancho Murieta Community Services District - 39	Samoa Peninsula Fire Protection District - 1
Rancho Santa Fe Fire Protection District - 56	San Andreas Regional Center, Inc. - 245
Rancho Santiago Community College Associated Students - 6	San Andreas Sanitary District - 6
Rancho Simi Recreation & Park District - 140	San Benito County Water District - 30
Reclamation District No. 833 - 3	San Bernardino County Housing Authority - 112
Reclamation District No. 999 - 3	San Bernardino County Transportation Authority - 1
Reclamation District No. 1000 - 11	San Bernardino Economic Development Agency - 31
Reclamation District No. 1001 - 13	San Bernardino Valley Municipal Water District - 25
Reclamation District No. 1660 - 0	San Bernardino Valley Water Conservation District - 12
Red Bluff Cemetery District - 5	San Bernardino, California State University, Foundation - 152
Redwood Empire Municipal Insurance Fund - 9	San Bernardino, California State University, Student Union - 8
Redwood Empire School Insurance Group - 14	San Diego Association of Governments - 92
Reedley Cemetery District - 5	San Diego County Law Library - 56
Regional Council of Rural Counties - 52	San Diego County Water Authority - 236
Rescue Fire Protection District - 7	San Diego Metropolitan Transit Development Board - 99
Resort Improvement District No. 1 - 13	San Diego Rural Fire Protection District - 16
Richardson Bay Sanitary District - 5	San Diego State University, Associated Students - 24
Rincon Del Diablo Municipal Water District - 23	San Diego State University, Aztec Shops, Ltd. - 83
Rincon Valley Fire Protection District - 27	San Diego Trolley, Inc. - 473
Rio Alto Water District - 8	San Diego Unified School District - 42
Rio Linda Water District - 16	San Dieguito Water District - 26
Rio Vista Cemetery District - 3	San Elijo Joint Powers Authority - 17
Riverbank City Housing Authority - 1	San Francisco Bay Area Rapid Transit District - 3,738
Riverside County Air Pollution Control District - 2	San Francisco City and County Housing Authority - 435
Riverside County Citrus Pest Control District No. 2 - 6	San Francisco City and County Redevelopment Agency - 150
Riverside County Flood Control and Water Conservation District - 184	San Francisco City College Associated Students - 14
Riverside County Law Library - 9	San Francisco County Law Library - 9
Riverside County Regional Park and Open Space District - 66	San Francisco County Transportation Authority - 13
Riverside County Transportation Commission - 26	San Francisco Health Authority - 54
	San Gabriel County Water District - 19

CalPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

San Gabriel Valley Mosquito and Vector Control District - 24	Scotts Valley Fire Protection District - 28
San Gabriel Valley Municipal Water District - 11	Scotts Valley Water District - 12
San Geronio Pass Water Agency - 4	Selma-Kingsburg-Fowler County Sanitation District - 29
San Jacinto Valley Cemetery District - 9	Sewer Authority Mid-Coastside - 16
San Joaquin County Housing Authority - 114	Sewerage Commission - Oroville Region - 8
San Joaquin County (Local Health District) - 169	Shafter Wasco Irrigation District - 10
San Jose State University Associated Students - 27	Shasta Area Safety Communications Agency - 58
San Juan Water District - 49	Shasta Community Services District - 5
San Lorenzo Valley Water District - 29	Shasta Lake Fire Protection District - 7
San Luis Obispo - Cal Poly - Associated Students, Inc. - 83	Shasta Mosquito and Vector Control District - 14
San Luis Obispo - Cal Poly Foundation - 368	Shasta Valley Cemetery District - 3
San Luis Obispo Council of Governments - 14	Shasta-Trinity Schools Insurance Group - 1
San Luis Obispo Regional Transit Authority - 10	Shiloh Public Cemetery District - 2
San Luis Water District - 16	Sierra Lakes County Water District - 5
San Mateo County Harbor District - 45	Sierra-Sacramento Valley Emergency Medical Services Agency - 7
San Mateo County In-Home Supportive Services Public Authority - 4	Silveyville Cemetery District - 3
San Mateo County Law Library - 3	Solano County Mosquito Abatement District - 9
San Mateo County Schools Insurance Group - 14	Solano County Water Agency - 5
San Mateo County Transit District - 784	Solano Irrigation District - 104
San Mateo Local Agency Formation Commission - 2	Solano Transportation Authority - 4
San Miguel Consolidated Fire Protection District - 106	Soledad Community Health Care District - 0
San Pablo City Housing Authority - 4	Sonoma County Library - 143
San Simeon Community Services District - 3	Sonoma State Enterprises, Inc. - 27
Sanger Cemetery District - 6	Sonoma Student Union Corporation - 11
Sanitary District No. 5 of Marin County - 9	Soquel Creek Water District - 37
Santa Ana River Flood Protection Agency - 0	South Bay Regional Public Communications Authority - 90
Santa Ana Watershed Project - 19	South Bayside System Authority - 64
Santa Barbara County Law Library - 3	South Coast Area Transit - 140
Santa Barbara County Special Education Local Plan Area - 17	South Coast Water District - 69
Santa Barbara Regional Health Authority - 128	South County Fire Protection Authority - 61
Santa Clara County Central Fire Protection District - 244	South East Regional Reclamation Authority - 49
Santa Clara County Health Authority - 68	South Kern Cemetery District - 4
Santa Clara County Law Library - 7	South Lake County Fire Protection District - 11
Santa Clara County Schools Insurance Group - 5	South Placer Fire District - 52
Santa Clara County Traffic Authority - 2	South Placer Municipal Utility District - 17
Santa Clara County Transit District - 788	South San Joaquin Irrigation District - 65
Santa Clara Valley Water District - 709	South San Luis Obispo County Sanitation District - 10
Santa Clarita Valley School Food Services Agency - 99	Southeast Area Social Services Funding Authority - 63
Santa Cruz Consolidated Emergency Communications Center - 57	Southern California Association of Governments - 228
Santa Cruz County Housing Authority - 59	Southern California Public Power Authority - 4
Santa Cruz County Law Library - 3	Southern California Regional Rail Authority - 162
Santa Cruz Local Agency Formation Commission - 2	Southern San Joaquin Municipal Utility District - 15
Santa Cruz Metropolitan Transit District - 347	Southwest Transportation Agency - 61
Santa Fe Irrigation District - 52	Special District Risk Management Authority - 10
Santa Margarita Water District - 132	Squaw Valley Public Service District - 18
Santa Maria Public Airport District - 12	Stanislaus Consolidated Fire Protection District - 53
Santa Nella County Water District - 7	Stanislaus County Housing Authority - 75
Santa Paula City Housing Authority - 8	State Bar of California - 707
Santa Rosa Community Services District - 6	State Water Contractors - 4
Santa Ynez River Water Conservation District, Improvement District No. 1 - 13	Stege Sanitary District - 11
Saratoga Fire Protection District - 29	Stinson Beach County Water District - 15
Sausalito-Marín City Sanitary District - 9	Stockton East Water District - 32
School Risk and Insurance Management Group - 8	Strawberry Recreation District - 9
Schools Excess Liability Fund - 5	Student Union of San Jose State University - 5
Schools Insurance Authority - 45	Suisun Fire Protection District - 2
	Suisun-Fairfield Cemetery District - 5
	Summit Cemetery District - 10

CaIPERS PUBLIC AGENCY EMPLOYERS

Districts & Other Public Agencies

Sunnyslope County Water District - 10	Visalia Public Cemetery District - 11
Susanville Consolidated Sanitary District - 9	Vista Irrigation District - 96
Sutter Cemetery District - 12	Walnut Valley Water District - 49
Sutter County Housing Authority - 27	Walton Fire Protection District - 7
Sweetwater Authority - 147	Wasco Recreation and Park District - 3
Sylvan Cemetery District - 5	Washington Colony Cemetery District - 3
Tahoe City Public Utility District - 52	Water Facilities Authority - Joint Powers Agency - 9
Tahoe Transportation District - 0	Water Replenishment District of Southern California - 35
Tahoe-Truckee Sanitation Agency - 63	Weaverville Community Services District - 7
Tehachapi Valley Recreation and Park District - 9	Weaverville Fire Protection District - 0
Tehama County Mosquito Abatement District - 4	West Almanor Community Services District - 1
Templeton Community Services District - 11	West Basin Municipal Water District - 1
Three Arch Bay Community Services District - 0	West Bay Sanitary District - 29
Three Valleys Municipal Water District - 20	West Cities Communication Center - 14
Tiburon Fire Protection District - 23	West County Transportation Agency - 102
Torrance City Redevelopment Agency - 0	West County Wastewater District - 61
Trabuco Canyon Water District - 26	West End Communications Authority - 2
Tracy Rural County Fire Protection District - 4	West San Bernardino County Water District - 52
Tri-Counties Association for The Developmentally Disabled - 260	West Stanislaus Irrigation District - 18
Tri-County Schools Insurance Group - 5	West Valley Sanitation District of Santa Clara County - 25
Tri-Dam Housing and Personnel Agency - 24	West Valley-Mission Community College District - 7
Trinity County Waterworks District No. 1 - 4	Western Municipal Water District - 75
Truckee Fire Protection District - 19	Western Riverside Council of Governments - 15
Truckee Sanitary District - 41	Westlands Water District - 126
Truckee-Tahoe Airport District - 25	Westwood Community Services District - 8
Tulare Mosquito Abatement District - 4	Wheeler Ridge-Maricopa Water Storage District - 49
Tulare Public Cemetery District - 12	Wildomar Cemetery District - 1
Tuolumne Utilities District - 68	Willow Creek Community Services District - 5
Turlock Mosquito Abatement District - 16	Willows Cemetery District - 3
Twentynine Palms Water District - 37	Wilton Fire Protection District - 2
Twin Cities Police Authority - 48	Windsor Fire Protection District - 11
Ukiah Valley Fire District - 11	Winterhaven Water District - 0
Union Public Utility District - 5	Winters Cemetery District - 3
Union Sanitary District - 136	Winters Fire Protection District - 5
United Water Conservation District - 69	Woodbridge Rural County Fire Protection District - 27
Upland City Housing Authority - 29	Woodlake Fire District - 3
Upper San Gabriel Valley Municipal Water District - 10	Woodside Fire Protection District - 50
Vacaville Fire Protection District - 7	Yolo County Communications Emergency Services Agency - 42
Vacaville-Elmira Cemetery District - 11	Yolo County Federal Credit Union - 60
Vallecitos Water District - 80	Yolo County Housing Authority - 44
Vallejo Sanitation and Flood Control District - 88	Yolo County Public Agency Risk Management Insurance Authority - 9
Valley County Water District - 16	Yolo County Transportation District - 7
Valley Mountain Regional Center, Inc. - 295	Yolo-Solano Air Quality Management District - 22
Valley of the Moon Water District - 16	Yorba Linda Library District - 4
Valley Springs Public Utility District - 1	Yorba Linda Water District - 60
Valley Springs Sanitary District - 15	Yuba County Water Agency - 25
Valley-Wide Recreation and Park District - 63	Yuba Sutter Transit Authority - 3
Vandenberg Village Community Services District - 10	Yucaipa Valley Water District - 66
Ventura County Law Library - 8	
Ventura County Schools Business Services Authority - 7	
Ventura County Schools Self-Funding Authority - 7	
Ventura County Transportation Commission - 15	
Ventura Port District - 36	
Ventura River County Water District - 4	
Veterans Home of California Post Fund - 24	
Victor Valley Wastewater Reclamation Authority - 31	
Victor Valley Water District - 43	
	Total - 865

JUDGES' RETIREMENT SYSTEM PROGRAM DATA

Primary Benefits

The Judges' Retirement System (JRS) was established in 1937. The operational activities of the JRS were transferred from the State Controller's Office to CalPERS in 1979. Benefits payable through JRS are financed by the General Fund, the payroll contributions of members, and the State's contribution as an employer. Both employer and members contribute at the rate of 8 percent of compensation.

Membership

The Judges' Retirement System provides retirement, death, health, and dental benefits for Supreme and Appellate Court Justices, Superior Court Judges, Municipal Court Judges, and beneficiaries.

Service Retirement

Retirement Age

Members must be at least age 60 with 20 years of service, or age 70 with at least 10 years of service.

Retirement Benefit Formula

The retirement allowance is a percentage of the current salary of the last judicial office held and is increased proportionally with active judicial salaries. The allowance is based on a member's age and years of service as follows:

Age	Years of Service	Retirement Allowance
60–70	20	75%
66	18	65%
67	16	65%
68	14	65%
69	12	65%
70	10	65%

Judges can work as long as they want and receive their full pension of either 65 percent or 75 percent (depending on credited service). In addition, a surviving spouse benefit of at least 50 percent of the judge's allowance is provided.

Deferred Retirement

Judges are eligible for deferred retirement at any age if they have at least five years of service. However, judges are not paid the allowance until they reach the age they would be eligible for normal retirement if they had remained in office. A judge must be at least age 63, or age 60 with 20 years of service, to receive a retirement allowance. The allowance is based on years of service multiplied by a percentage of the judge's final salary—varying from 2 percent for five years to 3.75 percent for 12 or more years of service. The maximum benefit they can receive is 75 percent of salary.

Disability Retirement (Non-Work Related)

Judges must apply to the Commission on Judicial Performance to receive a disability retirement. There is no age requirement.

The service requirement is four years. The retirement allowance is 65 percent of the judge's final salary, or 75 percent of their final salary if the judge has 20 or more years of service.

JUDGES' RETIREMENT SYSTEM PROGRAM DATA

Disability Retirement (Work Related)

Judges receive the same amount as those for a non-work related disability, but there is no minimum service requirement.

Death Benefits (Before Retirement)

Not Eligible to Retire

Spouses can receive 25 percent of current active judges' salary for life or return of contributions plus one month's salary, for each year of service not to exceed six months; or the surviving spouse can elect a monthly allowance for life or until remarriage, if the judge had paid an extra \$2 per month and had 10 to 20 years of service. This allowance would be equal to 1.625 percent of the salary multiplied by the number of years of service.

Eligible to Retire

Spouses receive 50 percent of what the retirement allowance would have been if the judge had retired on date of death.

Death Benefits (After Retirement)

Spouses receive 50 percent of the retirement pension for life, or until remarriage, if the member retired with the standard retirement benefit formula, or on disability.

Judges who retire under Government Code Section 75033.5 may elect to take a reduced retirement allowance in order to enhance the survivor benefits to their spouse.

Cost-Of-Living Adjustments (COLA)

The allowance increases are based on the current salary of an active judge. Retirees receive the same increase as active judges.

Membership & Retirement Data

Three-Year Review

	2000	1999	1998
Active Judges & Former Judges			
On Deferred Retirement	1,241	1,294	1,352
Total Active & Deferred Members	1,241	1,294	1,352

Retired Members & Death Benefit Allowances

Service Retirement	576	565	284
Disability Retirement	57	58	54
Deferred Retirement	645	633	616
Optional Settlement	53	47	34
Pre-Retirement Survivor	78	79	78
Total Allowances	1,409	1,382	1,066

Active Members & Former Judges on Deferred Retirement

Active	1,157
Deferred Retirement	84
Total Active & Deferred Members	1,241

Benefit Recipients by Retirement Type

Category	Retired Judges	Survivors & Beneficiaries	Total
Service Retirement	296	280	576
Disability Retirement	57	—	57
Deferred Retirement	541	104	645
Optional Settlement	32	21	53
Pre-Retirement Survivor	N/A	78	78
Total	926	483	1,409

Benefit Payments by Type

Category	Amount Paid
Service Retirement	\$68,254,262
Disability Retirement	4,397,157
Beneficiary Death Benefits/Life Allowance	17,519,324
Total	\$90,170,743

JUDGES' RETIREMENT SYSTEM II PROGRAM DATA

Primary Benefits

The Judges' Retirement System II (JRS II) was established in 1994 to create a fully funded, actuarially-sound retirement system for judges appointed or elected on or after November 9, 1994. This system provides a unique combination of two basic types of retirement benefits: a defined benefit plan and a monetary credit plan. The defined benefit plan provides a lifetime monthly retirement allowance of up to 75 percent of final compensation. The monetary credit plan allows for a refund of member contributions, a portion of the employer contributions, and interest. Members contribute at the rate of 8 percent of compensation.

Membership

The JRS II provides retirement, death, health, and dental benefits for Supreme and Appellate Court Justices, Superior Court Judges, Municipal Court Judges, first appointed or elected after November 9, 1994, and their beneficiaries.

Service Retirement

Retirement Age

Judges must be at least age 65 with 20 years of service or age 70 with a minimum of five years of service to receive the defined benefit plan. Judges must have at least five years of service to receive the monetary credit plan.

Retirement Formula

Defined Benefit Plan

This option provides a "defined benefit" of 3.75 percent of the highest 12-month average salary per year of service, up to 75 percent for judges reaching age 65 with at least 20 years of service. Optional settlements are available which reduce a judge's retirement allowance to provide a lifetime benefit for a surviving spouse upon death of the judge.

Monetary Credit Plan

This option provides a cash payment in a single lump sum, or the member may elect to receive an annuity at retirement based on the accumulated contributions of the employee and the employer. To receive the annuity a judge must meet the minimum qualifications required under the defined benefit plan. Lifetime benefits are not provided under this plan.

Disability Retirement (Non-Work Related)

Judges who have five years of service and become permanently disabled because of a mental or physical disability may apply to the Commission on Judicial Performance for disability retirement.

An allowance is based on the judge's age and will be the amount equal to the lower of the following:

- the monthly benefit of 3.75 percent of the final compensation multiplied by the number of years of service the judge would have been credited had the judge continued to work until the age the judge would have first been eligible to retire, or
- 65 percent of the judge's average monthly salary during the 12 months preceding the retirement date.

Disability Retirement (Work Related)

Judges receive 65 percent of the judge's average monthly salary during the 12 months preceding the retirement date, regardless of age or length of service.

JUDGES' RETIREMENT SYSTEM II PROGRAM DATA

Death Benefits (Before Retirement)

Eligible for the Defined Benefit Plan

Spouses receive either the monthly retirement allowance equal to one-half of the judge's "defined benefit" plan allowance or the judge's monetary credits.

Eligible for the Monetary Credit Plan

Spouses receive the judge's monetary credits or three times the annual salary at the time of death, whichever is greater.

Death Benefits (After Retirement)

Defined Benefit Plan

The surviving spouse of a retired judge who elected an Optional Settlement in the Defined Benefit Plan receives one of four options:

- Option 1—return of unused accumulated contributions;
- Option 2-4—the Optional Settlement Benefit, the amount varies based on option chosen by the member.

Monetary Credit Plan

If the judge elected to receive the Monetary Credit Plan in a lump sum, there are no survivor benefits. If the judge elected Monetary Credit Plan in an annuity, the spouse receives the remaining funds at the time of the judge's death.

Cost-Of-Living Adjustments (COLA)

The retirement allowance of retired judges who have elected the Defined Benefit Plan will be adjusted every January after the judge has been retired six months. The adjustment is based on the United States city average of the "Consumer Price Index For All Urban Consumers," as published by the United States Bureau of Statistics. This adjustment will not be less than 1 percent or more than 3 percent.

Membership & Retirement Data

Three-Year Review

	2000	1999	1998
Active Judges	353	334	278
Total Members	353	334	278

Retired Members & Death Benefit Allowances

Service Retirement	—	—	—
Disability Retirement	—	—	—
Optional Settlement	—	—	—
Pre-Retirement Survivor	2	—	—
Total Allowances	2	—	—

Active Judges

Active	353
Total Members	353

Benefit Recipients by Retirement Type

Category	Retired Judges	Survivors & Beneficiaries	Total
Service Retirement	—	—	—
Disability Retirement	—	—	—
Optional Settlement	—	—	—
Pre-Retirement Survivor	N/A	2	2
Total	—	2	2

Benefit Payments by Type

Category	Amount Paid
Service Retirement	\$ —
Disability Retirement	—
Beneficiary Death Benefits	225,607
Beneficiary Death Benefits/Life Allowance	—
Total	\$225,607

LEGISLATORS' RETIREMENT SYSTEM PROGRAM DATA

Primary Benefits

CalPERS has administered the Legislators' Retirement System (LRS) since its inception in 1947. The duties of the Board with respect to administering the LRS are the same as for CalPERS on such items as determining membership and benefit rights, making investments, crediting interest, and obtaining information necessary for administration.

Benefits payable by the LRS are financed through member contributions, the State's contribution as an employer, and interest earned on investments. The employer statutory contribution rate was eliminated in January 2000, and the CalPERS Board is now authorized to establish actuarially determined rates.

When the actuarial value of the assets exceeds the present value of benefits, resulting in a 0 percent employer contribution rate, the Board may reduce the member contribution rates for the same fiscal year in which the State rate is 0 percent. For fiscal year 2000-01, the Board has determined that both the employer rate and the member rate will be 0 percent. Interest credited to the member's accounts is the net earnings rate of investments.

Proposition 140

Proposition 140, the Political Reform Act of 1990, requires that Legislators (Senators and Members of the Assembly) first elected after November 7, 1990 participate in the federal Social Security program and in no other retirement system.

Membership

Members of the Legislature serving prior to November 7, 1990, elected Constitutional Officers, and Legislative Statutory Officers are eligible for benefits.

Service Retirement

Retirement Age

The retirement age is 60, with four or more years of service credit, or any age with 20 or more years. The retirement age for Legislative Statutory Officers is 55, or any age with 20 years or more of service credit.

Legislators' Retirement Benefit Formula

The retirement formula consists of three separate formulas that are totaled together to provide the members with their allowance. The first part of the formula consists of 5 percent of the first \$500 of salary up to 15 years of service. The second part is 3 percent per year of the same \$500 of salary for years in excess of 15 years. And finally, total years of service is multiplied by 3 percent per year of their salary above \$500. In no case may a member receive more than two-thirds of their salary.

Constitutional Officers' Benefit Formula

Five percent per year of service up to eight years (40 percent) of their highest salary. If the member has 24 or more years of service, the retirement allowance is 60 percent of their final salary.

Statutory Officers' Benefit Formula

Statutory Officers receive 3 percent per year of service, not to exceed 66 percent of final monthly compensation.

Early Retirement Options for Legislators & Constitutional Officers

Legislators and Constitutional Officers may retire before age 60 with 15 years of service. However, their retirement allowance is reduced by 2 percent for each year they retire before age 60.

LEGISLATORS' RETIREMENT SYSTEM PROGRAM DATA

Disability Retirement

Disability retirement uses the same formula as service retirement. There is no reduction if retirement is before age 60 for members of the Legislature.

Death Benefits (Before Retirement)

Not Eligible to Retire

One month's salary for each year of service, plus the return of the member's contributions with interest payable to a survivor.

Eligible to Retire

If the member has elected one of the optional settlements, their beneficiary will receive the benefit provided by the option selected, calculated as if the date of death had been the date of retirement. In lieu of this benefit, the beneficiary may elect an allowance

of one-half the unmodified retirement allowance, payable until death or remarriage.

Death Benefits While in Office

Beneficiaries receive a lump-sum benefit in an amount equal to the annual compensation of a Legislator during the 12 months preceding the member's death, regardless of whether the member was eligible to retire.

Death Benefits (After Retirement)

Members choose between one of four options. The level of survivor benefit is based on the option chosen, without a reduction in allowance. Beneficiaries also receive a \$600 lump-sum payment.

Cost-Of-Living Adjustments (COLA)

The annual COLA is determined by the Consumer Price Index.

Membership & Retirement Data

Three-Year Review

Active & Inactive Members

	2000	1999	1998
Members of the Legislature	58	62	72
Constitutional Officers	18	16	14
Legislative Statutory Officers	4	4	4
Total Members	80	82	90

Retired Members & Death Benefit Allowances

Members of the Legislature			
Service	213	211	212
Disability	9	9	9
Pre-Retirement Option 2	2	2	2
Total Members of the Legislature	224	222	223
Constitutional Officers			
Service	31	32	32
Disability	1	1	1
Pre-Retirement Option 2	2	2	3
Total Constitutional Officers	34	35	36
Legislative Statutory Officers			
Service	7	7	7
Disability	—	—	—
Pre-Retirement Option 2	—	—	—
Total Legislative Statutory Officers	7	7	7
Total Allowances	265	264	266

LEGISLATORS' RETIREMENT SYSTEM PROGRAM DATA

Active & Inactive Members

Category	Active	Inactive	Total
Members of the Legislature	21	37	58
Constitutional Officers	9	9	18
Legislative Statutory Officers	4	—	4
Total Members	34	46	80

Benefit Payments by Type

Category	Amount Paid
Service Retirement	\$6,235,102
Disability Retirement	198,075
Beneficiary Death Benefits	—
Beneficiary Death Benefits/Allowance	197,011
Total	\$6,630,188

Benefit Recipients by Type

Category	Retired Members	Survivors & Beneficiaries	Total
Members of the Legislature			
Service Retirement	128	85	213
Disability Retirement	5	4	9
Pre-Retirement Option 2	N/A	2	2
Total Members of the Legislature	133	91	224
Constitutional Officers			
Service Retirement	26	5	31
Disability Retirement	1	—	1
Pre-Retirement Option 2	N/A	2	2
Total Constitutional Officers	27	7	34
Legislative Statutory Officers			
Service Retirement	4	3	7
Disability Retirement	—	—	—
Pre-Retirement Option 2	N/A	—	—
Total Legislative Statutory Officers	4	3	7
Total	164	101	265

VOLUNTEER FIREFIGHTERS' LENGTH OF SERVICE AWARD SYSTEM PROGRAM DATA

Primary Benefits

The Volunteer Firefighters' Length of Service Award System, administered through CalPERS, was established in 1980 as a way for fire departments to offer their volunteers monetary acknowledgment for their service. A fire department contracts with CalPERS to handle the administration of length of service benefits to its volunteers who follow the program guidelines. All costs for the program are paid for by department contributions. There are no contributions from volunteers. An actuarial valuation is conducted at the start of the contract to determine the contributions required.

Service Awards

A volunteer member with 20 or more years of service credit will receive \$1,800 annually for life (paid in monthly installments). The minimum award a volunteer can receive is \$900 annually for life for 10 years of service.

Membership Data

Three-Year Review

	2000	1999	1998
Active Firefighters	2,907	2,727	2,437
Firefighters Receiving Awards	37	26	23
Total Members	2,944	2,753	2,460

Active & Inactive Members

Active Firefighters	2,907
Firefighters Receiving Awards	37
Total Members	2,944

Benefit Payments by Type

Category	Amount Paid
Award Payments	\$41,438

Participating Agencies

American Canyon Fire Protection District
 Bethel Island Fire Protection District
 Boulder Creek Fire Department
 Cambria Fire Department
 Ceres Department of Public Safety
 Clearlake Oaks Fire Protection District
 Coalinga Fire Department
 Coloma-Lotus Volunteer Fire Association
 Columbia Fire Protection District
 Corcoran Volunteer Fire Department
 Cresten Volunteer Fire Department
 Diamond Springs Fire Department
 El Dorado County Fire Protection District
 Fairfield Volunteer Fire Department
 Foothill Volunteer Fire Department
 Fort Dick Fire Protection District
 Georgetown Volunteer Fire Department
 Gonzales Volunteer Fire Department
 Grass Valley Fire Department
 Hammond Ranch Fire Company
 Humboldt No. 1 Fire Department District
 Idyllwild Fire Protection District
 Julian Cuyamaca Fire Protection District
 Kentfield Fire Protection District
 Kenwood Fire Protection District
 Lakeshore Fire Protection District
 Latrobe Fire Protection District
 Marysville Fire Department
 Mt. Laguna Volunteer Fire Department
 North Central Fire Protection District
 Olancho-Cartago Fire Department
 Orange County Fire Department
 Palomar Mountain Volunteer Fire Department
 Placerville Fire Department, City of
 Pleasant Valley Fire Protection District
 Pollock Pines/Camino Volunteer Fire Association
 Red Bluff Fire Department, City of
 Ross Valley Fire Protection District
 Samoa Peninsula Fire Protection District
 San Juan Bautista Fire Department
 San Luis Obispo County Fire-Cresten
 San Mateo County Fire Department
 San Ramon Valley Fire Protection District
 Scott Valley Fire Protection District
 Sebastopol Fire Protection District
 Shasta Lake Fire Protection District
 Shingle Springs Fire Department
 Sierra Madre Fire Department
 St. Helena Volunteer Fire Department
 Susan River Fire Protection District
 Templeton Community Service District-Fire Department
 Town of Paradise Fire Department
 Truckee Fire Protection District
 Valley of the Moon Fire Protection District
 Willow Creek Volunteer Fire Department
 Willows Fire Department
 Woodland Fire Department

Total - 57

HEALTH BENEFITS PROGRAM

Enrollments by Health Plan

	Basic			Supplemental			Total Enrollments
	Active	Retired	Total	Active	Retired	Total	
Aetna US HealthCare	11,996	1,137	13,133	11	1,243	1,254	14,387
Aetna of Illinois	39	—	39	—	—	—	39
Aetna NY/NJ	90	—	90	—	—	—	90
Aetna Texas	49	—	49	—	—	—	49
Blue Shield HMO	18,164	1,414	19,578	3	1,011	1,014	20,592
CAHP	4,759	1,916	6,675	—	1,206	1,206	7,881
CCPOA	2,668	408	3,076	1	50	51	3,127
CIGNA	9,976	834	10,810	4	930	934	11,744
Health Net	77,999	8,400	86,399	37	8,260	8,297	94,696
Health Plan of the Redwoods	2,465	521	2,986	1	536	537	3,523
Kaiser	116,712	19,356	136,068	77	27,405	27,482	163,550
Lifeguard	10,429	1,069	11,498	3	873	876	12,374
Maxicare	2,871	333	3,204	1	201	202	3,406
PacifiCare of Arizona	—	31	31	—	77	77	108
PacifiCare of California	38,991	3,872	42,863	18	4,335	4,353	47,216
PacifiCare of Nevada	3	12	15	—	37	37	52
PERSCare	19,717	8,620	28,337	60	39,113	39,173	67,510
PERS Choice	38,333	8,269	46,602	18	4,438	4,456	51,058
PORAC	1,595	591	2,186	—	219	219	2,405
Universal Care	644	18	662	—	9	9	671
Total	357,500	56,801	414,301	234	89,943	90,177	504,478

Five-Year Enrollments

	2000	1999	1998	1997	1996
Total Covered Lives—Employees, Annuitants, & Dependents	1,140,984	1,074,329	1,037,464	1,008,612	979,846
Total Prime Lives—Employees & Annuitants	504,478	472,345	454,180	439,788	426,845

Basic & Supplemental Health Plan Enrollments

Plan Type	Basic			Supplemental			Total Enrollments
	Active	Retired	Total	Active	Retired	Total	
PPO	58,050	16,889	74,939	78	43,551	43,629	118,568
Health Maintenance Association	280,452	36,163	316,615	151	43,987	44,138	360,753
	18,998	3,749	22,747	5	2,405	2,410	25,157
Total	357,500	56,801	414,301	234	89,943	90,177	504,478

HEALTH BENEFITS PROGRAM

Participating Public Agency Summary

	2000	1999
Counties	21	18
Cities	268	252
Special Districts	494	464
School Employers	104	101
Non-CalPERS Employers	412	367
Superior Courts	3	3
Municipal Courts	39	39
Total	1,341	1,244

Participating Public Agencies by Type

Total number of CalPERS Health Benefits Program members for each agency follows its name.

Counties

Amador - 73	Monterey - 1,799
Butte - 1,794	Placer - 2,457
Calaveras - 405	Riverside - 8,314
Colusa - 349	San Benito - 405
Glenn - 453	Santa Cruz - 2,424
Inyo - 434	Shasta - 2,050
Lassen - 328	Trinity - 491
Madera - 1,000	Tuolumne - 787
Mariposa - 382	Yolo - 1,475
Modoc - 53	Yuba - 684
Mono - 69	Total - 21

Cities

Agoura Hills - 34	Belvedere - 20
Alameda - 712	Beverly Hills - 901
Albany - 78	Biggs - 8
Alhambra - 448	Bishop - 62
American Canyon - 34	Blue Lake - 9
Angels Camp - 0	Blythe - 119
Antioch - 332	Brea - 390
Arcadia - 335	Brentwood - 152
Arroyo Grande - 101	Brisbane - 81
Artesia - 44	Buellton - 14
Atherton - 42	Buena Park - 491
Atwater - 123	Burbank - 1,407
Auburn - 70	Burlingame - 439
Avalon - 54	Calabasas - 45
Avenal - 2	California City - 65
Azusa - 256	Calimesa - 4
Baldwin Park - 230	Camarillo - 121
Barstow - 230	Canyon Lake - 3
Bell - 122	Capitola - 67
Bellflower - 103	Carlsbad - 188
Belmont - 153	Carmel-By-The-Sea - 89

Cities

Carpinteria - 30	Hidden Hills - 4
Carson - 423	Highland - 20
Cathedral City - 175	Hillsborough - 163
Cerritos - 285	Hollister - 52
Chino - 208	Huntington Park - 315
Citrus Heights - 20	Imperial Beach - 54
Claremont - 184	Indian Wells - 36
Clayton - 21	Indio - 214
Colma - 40	Inglewood - 951
Colton - 69	Irwindale - 91
Colusa - 44	Jackson - 36
Commerce - 260	King City - 41
Compton - 939	La Canada Flintridge - 22
Concord - 463	La Habra - 343
Corona - 813	La Habra Heights - 13
Coronado - 208	La Mesa - 294
Corte Madera - 77	La Mirada - 109
Costa Mesa - 674	La Palma - 73
Covina - 199	La Puente - 42
Crescent City - 51	Laguna Niguel - 46
Cudahy - 34	Lake Elsinore - 52
Culver City - 960	Lake Forest - 29
Cupertino - 195	Lakeport - 12
Cypress - 177	Lakewood - 116
Daly City - 600	Larkspur - 78
Dana Point - 23	Lathrop - 44
Davis - 380	Lawndale - 44
Del Rey Oaks - 8	Lemon Grove - 58
Diamond Bar - 37	Lincoln - 77
Dixon - 56	Live Oak - 10
Duarte - 62	Loma Linda - 58
Dublin - 66	Lomita - 46
El Cajon - 486	Lompoc - 351
El Monte - 360	Loomis - 10
El Segundo - 423	Los Alamitos - 68
Emeryville - 130	Los Altos Hills - 19
Encinitas - 124	Los Banos - 139
Etna - 4	Los Gatos - 154
Fairfield - 0	Lynwood - 258
Farmersville - 25	Malibu - 32
Folsom - 466	Manhattan Beach - 270
Fountain Valley - 315	Manteca - 295
Fremont - 747	Marina - 37
Fullerton - 118	Martinez - 50
Garden Grove - 729	Marysville - 71
Gilroy - 240	Maywood - 65
Glendora - 179	Menlo Park - 258
Gonzales - 25	Millbrae - 135
Grass Valley - 88	Milpitas - 357
Guadalupe - 25	Mission Viejo - 80
Half Moon Bay - 41	Modesto - 144
Hawthorne - 401	Monrovia - 246
Hayward - 1,052	Montague - 5
Hercules - 56	Monte Sereno - 2
Hesperia - 58	Montebello - 500

HEALTH BENEFITS PROGRAM

Cities

Monterey - 445	Pasadena - 1,632	San Fernando - 200	Sutter Creek - 14
Monterey Park - 452	Perris - 73	San Gabriel - 166	Temecula - 78
Moorpark - 46	Petaluma - 316	San Luis Obispo - 328	Temple City - 50
Moreno Valley - 213	Pico Rivera - 183	San Marcos - 41	Thousand Oaks - 498
Morgan Hill - 122	Piedmont - 98	San Marino - 126	Tiburon - 35
Morro Bay - 98	Pinole - 104	San Mateo - 857	Torrance - 1,552
Murrieta - 96	Pismo Beach - 71	San Pablo - 133	Tracy - 0
Napa - 76	Pomona - 681	Sand City - 6	Tustin - 271
Newark - 158	Port Hueneme - 24	Santa Ana - 1,220	Twentynine Palms - 32
Newport Beach - 501	Portola Valley - 10	Santa Clara - 1,022	Ukiah - 28
Norco - 132	Rancho Palos Verdes - 39	Santa Clarita - 262	Upland - 272
Norwalk - 325	Redlands - 454	Santa Cruz - 787	Vacaville - 602
Novato - 144	Redwood City - 693	Santa Fe Springs - 356	Vallejo - 860
Oakdale - 56	Reedley - 106	Santa Maria - 343	Villa Park - 6
Oakland - 4,140	Rialto - 442	Santa Monica - 344	West Covina - 412
Oceanside - 919	Richmond - 1,105	Santa Paula - 43	West Hollywood - 180
Ojai - 42	Ridgecrest - 53	Santa Rosa - 319	West Sacramento - 69
Ontario - 1,095	Rio Vista - 46	Saratoga - 59	Westlake Village - 7
Orange - 732	Rocklin - 202	Seal Beach - 125	Westminster - 406
Orland - 37	Rolling Hills - 6	Shasta Lake - 42	Williams - 18
Oxnard - 718	Rosemead - 38	Sierra Madre - 55	Willows - 32
Pacific Grove - 137	Roseville - 969	Signal Hill - 161	Winters - 14
Pacifica - 47	Ross - 19	Solana Beach - 59	Woodland - 324
Palm Desert - 128	Salinas - 292	Solvang - 28	Woodside - 13
Palm Springs - 120	San Anselmo - 66	South El Monte - 51	Yorba Linda - 97
Palmdale - 225	San Bernardino - 1,627	South Gate - 367	Yountville - 21
Palo Alto - 1,498	San Carlos - 123	South Pasadena - 237	Yuba City - 226
Paradise - 103	San Clemente - 4	Stanton - 65	Yucaipa - 37
Paramount - 116	San Dimas - 51	Sunnyvale - 1,234	Yucca Valley - 46

Total - 268

Special Districts

Agoura Hills and Calabasas Community Center - 4	Apple Valley Fire Protection District - 48
Alameda Corridor Transportation Authority - 9	Aptos/La Selva Fire Protection Agency - 50
Alameda City Housing Authority - 3	Arbuckle-College City Fire Protection District - 3
Alameda County Congestion Management Agency - 3	Arcata Fire Protection District - 21
Alameda County Fire Department - 276	Area 12 Agency on Aging - 8
Alameda County Law Library - 17	Arrowbear Park County Water District - 7
Alameda County Mosquito Abatement District - 26	Arroyo Grande Cemetery District - 4
Alameda County Transportation Authority - 8	Associated Students California State University San Bernardino - 3
Alameda County Waste Management Authority - 26	Association of Bay Area Governments - 58
Alameda County Water District - 289	Atascadero Cemetery District - 5
Albany Municipal Services Joint Powers Authority - 11	Auburn Public Cemetery District - 7
Alhambra Redevelopment Agency - 4	Bakersfield State College Foundation - 39
Aliso Water Management Agency - 25	Banning-Cabazon Cemetery District - 0
Alliance of Schools for Cooperative Insurance Programs - 7	Bardsdale Cemetery District - 1
Altadena Library District - 31	Bay Area Air Quality Management District - 378
Amador County Water Agency - 31	Bay Area Library and Information System - 2
American Canyon Fire District - 14	Beach Cities Health District - 32
American River Fire Protection District - 412	Bear Mountain Recreation and Park District - 4
Anderson Cemetery District - 2	Beaumont District Library - 5
Anderson Fire Protection District - 10	Beaumont Public Cemetery District - 0
Antelope Valley Mosquito and Vector Control District - 4	Beaumont-Cherry Valley Recreation and Park District - 1

HEALTH BENEFITS PROGRAM

Special Districts

Belvedere-Tiburon Library Agency - 9	Chico Area Recreation and Park District - 25
Benicia City Housing Authority - 14	Chino Basin Watermaster - 3
Big Bear Area Regional Wastewater Agency - 13	Chino Valley Independent Fire District - 109
Big Bear City Airport District - 4	Clearlake Oaks County Water District - 0
Big Bear City Community Services District - 71	Cloverdale Citrus Fair - 3
Black Gold Cooperative Library System - 8	Coachella Valley Association of Governments - 12
Blanchard/Santa Paula Public Library District - 9	Coachella Valley Public Cemetery District - 8
Bodega Bay Fire Protection District - 13	Coalinga-Huron Recreation and Park District - 10
Bonita-Sunnyside Fire Protection District - 21	Coastal Developmental Services Foundation - 140
Borrego Springs Fire Protection District - 17	Coastal Municipal Water District - 2
Branciforte Fire Protection District - 4	Colusa Mosquito Abatement District - 4
Brannan-Andrus Levee Maintenance District - 2	Compton Creek Mosquito Abatement District - 2
Buellton Community Services District - 0	Conejo Recreation and Park District - 78
Buena Park Library District - 26	Contra Costa County Law Library - 6
Butte County Air Quality Management District - 0	Contra Costa County Schools Insurance Group - 12
Butte County Housing Authority - 0	Contra Costa Transportation Authority - 12
Cal Poly Pomona Foundation, Inc. - 261	Cooperative Personnel Services - 65
Calaveras County Water District - 50	Corning Water District - 5
Calaveras Public Utility District - 4	Cottonwood Fire Protection District - 4
California Authority of Racing Fairs - 11	Crescent City Harbor District - 21
California Bear Credit Union - 24	Crestline-Lake Arrowhead Water Agency - 9
California Fair Services Authority - 29	CSAC Excess Insurance Authority - 13
California Fairs Financing Authority - 16	Cutler-Orosi Joint Powers Wastewater Authority - 0
California Interscholastic Federation, Central Coast Section - 2	Cuyama Valley Recreation District - 0
California Interscholastic Federation, North Coast Section - 3	Dairy Council of California - 45
California Interscholastic Federation, Sac-Joaquin Section - 3	Deer Springs Fire Protection District - 2
California Interscholastic Federation, San Diego Section - 7	Del Paso Manor Water District - 3
California Interscholastic Federation, Southern Section - 19	Del Rey Community Services District - 4
California Interscholastic Federation, State Office - 14	Denair Community Services District - 3
California Joint Powers Insurance Authority - 12	Diamond Springs/El Dorado Fire Protection District - 19
California Maritime Academy Foundation, Inc. - 4	Dominguez Hills Foundation, California State University - 3
California Municipal Utilities Association - 4	Donald P. and Katherine B. Loker University Student Union, Inc. - 10
California State and Federal Employees No. 20 Credit Union - 7	Dougherty Regional Fire Authority - 16
California State University, Fresno Association, Inc. - 171	Dublin San Ramon Services District - 99
California State University, Stanislaus Auxiliary and Business Services - 36	East Bay Dischargers Authority - 6
Calleguas Municipal Water District - 75	East Kern Airport District - 24
Camarillo Health Care District - 15	East Palo Alto Sanitary District - 7
Cambria Community Health Care District - 0	East Valley Resource Conservation District - 3
Cambria Community Services District - 34	East Valley Water District - 61
Cameron Park Community Services District - 9	Eastern Municipal Water District - 528
Capitol Area Development Authority - 50	Ebbetts Pass Fire Protection District - 14
Carmel Highlands Fire Protection District - 7	El Dorado County Fire Protection District - 82
Carmel Valley Fire Protection District - 7	El Dorado Hills Community Services District - 13
Castaic Lake Water Agency - 36	El Dorado Hills County Water District - 34
Castro Valley County Fire Protection District - 0	El Dorado Irrigation District - 239
Castro Valley Sanitary District - 19	Elk Grove Community Services District - 135
Castroville Water District - 6	Emeryville Redevelopment Agency - 1
Cayucos-Morro Bay Cemetery District - 2	Encinitas Fire Protection District - 78
Cayucos Sanitary District - 5	Encinitas Sanitary District - 1
Central Contra Costa Transit Authority - 69	Esparto Community Services District - 0
Central Fire Protection District - 71	Estero Municipal Improvement District - 221
Central Marin Sanitation Agency - 32	Fair Oaks Fire District - 0
Central Valley Fire Protection District - 0	Fair Oaks Recreation and Park District - 15

HEALTH BENEFITS PROGRAM

Special Districts

Fairfield-Suisun Sewer District - 16	Jurupa Community Services District - 46
Fall River Mills Community Services District - 3	Kensington Community Service District - 18
Feather River Air Quality Management District - 5	Kentfield Fire District - 18
Feather Water District - 5	Kenwood Fire Protection District - 3
Felton Fire Protection District - 2	Kern County Council of Governments - 15
Fern Valley Water District - 5	Kern County Housing Authority - 125
Florin County Water District - 6	Kern County Law Library - 5
Forestville Fire Protection District - 4	Kirkwood Meadows Public Utilities District - 6
Fort Bragg Fire Protection Authority - 3	Lake Don Pedro Community Services District - 9
Fort Ord Reuse Authority - 10	Lake Valley Fire Protection District - 20
Forty-Niner Fire Protection District - 5	Lakeside Fire Protection District - 80
Fresno City Housing Authority - 99	Las Gallinas Valley Sanitary District of Marin County - 23
Fresno County Housing Authority - 96	Las Virgenes Municipal Water District - 156
Fresno County Law Library - 6	Leucadia County Water District - 14
Fruitridge Fire Protection District - 4	Linda Fire Protection District - 8
Fullerton CSU Associated Students - 52	Linden-Peters Rural County Fire Protection District - 11
Fullerton CSU Foundation - 13	Littlerock Creek Irrigation District - 7
Fulton El-Camino Recreation and Park District - 13	Livermore-Amador Valley Transit Authority - 9
Georgetown Fire Protection District - 11	Long Beach State University Forty-Niner Shops, Inc. - 78
Glen Ellen Fire Protection District - 4	Los Angeles City Housing Authority - 1,067
Glenn County Mosquito and Vector Control District - 2	Los Angeles County Area 'E' Civil Defense and Disaster Board - 1
Golden Sierra Job Training Agency - 50	Los Angeles County Housing Authority - 51
Goleta West Sanitary District - 12	Los Angeles County Law Library - 53
Great Basin Unified Air Pollution Control District - 24	Los Angeles County Sanitation District No. 2 - 2,221
Greater Anaheim Special Education Local Plan Area - 11	Los Angeles County Transportation Commission - 0
Greater Los Angeles County Vector Control District - 51	Los Angeles County West Vector Control District - 29
Gridley-Biggs Cemetery District - 5	Los Angeles Memorial Coliseum Commission - 47
Grossmont Health Care District - 4	Lower Tule River Irrigation District - 34
Grossmont Schools Federal Credit Union - 12	Madera Cemetery District - 26
Halcumb Cemetery District - 2	Madera County Economic Development Commission - 0
Half Moon Bay Fire Protection District - 52	Majestic Pines Community Services District - 2
Hamilton Branch Fire Protection District - 1	Mammoth Lakes Fire District - 5
Hamilton City Community Services District - 0	Management of Emeryville Services Authority - 83
Hayward CSU Auxiliary Foundation, Inc. - 117	March Joint Powers Authority - 2
Heartland Communications Facility Authority - 6	Marin County Sanitary District No. 1 - 16
Heritage Ranch Community Services District - 6	Marin Municipal Water District - 328
Hesperia County Water District - 29	Marinwood Community Services District - 25
Hesperia Fire Protection District - 44	Maxwell Public Utility District - 2
Hidden Valley Lake Community Services District - 8	McCloud Community Services District - 13
Higgins Area Fire Protection District - 4	McKinleyville Community Services District - 19
Hilton Creek Community Services District - 2	Menlo Park Fire Protection District - 106
Hub Cities Consortium - 40	Merced County Housing Authority - 51
Humboldt Bay Harbor Recreation and Conservation District - 13	Metropolitan Cooperative Library System - 14
Humboldt Bay Municipal Water District - 18	Metropolitan Transportation Commission - 120
Humboldt Community Services District - 26	Metropolitan Water District of Southern California - 2,877
Humboldt No. 1 Fire Protection District of Humboldt County - 32	Midway City Sanitary District - 34
Humboldt State College University Center - 70	Mojave Water Agency - 31
Humboldt Transit Authority - 31	Monte Vista County Water District - 22
Idyllwild Fire Protection District - 15	Montecito Fire Protection District - 69
Inland Empire Utilities Agency - 186	Monterey Bay Area Governments, Association of - 8
Inland Empire West Resource Conservation District - 0	Monterey Bay Unified Air Pollution Control District - 31
Intelcom Intelligent Telecommunications - 20	Monterey County Water Resources Agency - 27
Irvine Ranch Water District - 253	Monterey Peninsula Regional Park District - 8
Jamestown Sanitary District - 5	

HEALTH BENEFITS PROGRAM

Special Districts

Monterey Peninsula Water Management District - 24	Pleasant Valley Recreation and Park District - 35
Monterey-Salinas Transit - 159	Point Montara Fire Protection District - 2
Morongo Basin Transit Authority - 19	Pomona, California State Polytechnic University, Associated Students, Inc. - 22
Mt. San Antonio College Associated Students - 56	Port San Luis Harbor District - 25
Mt. View Sanitary District of Contra Costa County - 12	Public Agency Risk Sharing Authority of California - 4
Murrieta County Water District - 5	Public Entity Risk Management Authority - 5
Murrieta Fire Protection District - 30	Rancho Cucamonga Fire Protection District - 89
Napa County Mosquito Abatement District - 8	Rancho Murieta Community Services District - 35
Napa Sanitation District - 58	Rancho Simi Recreation and Park District - 75
Nevada County Consolidated Fire District - 19	Reclamation District No. 1000 - 16
Newport Beach City Employees Federal Credit Union - 5	Reclamation District No. 1001 - 17
Nipomo Community Services District - 9	Reclamation District No. 1660 - 1
North Bay Schools Insurance Authority - 5	Regional Council of Rural Counties - 27
North Coast Unified Air Quality Management District - 8	Rescue Fire Protection District - 7
North County Fire Protection District of Monterey County - 34	Richardson Bay Sanitary District - 8
North County Fire Protection District of San Diego County - 66	Rincon Del Diablo Municipal Water District - 23
North County Transit District - 378	Rio Alto Water District - 7
North Los Angeles County Regional Center, Inc. - 280	Riverbank City Housing Authority - 2
North Marin Water District - 65	Riverside County Air Pollution Control District - 0
North State Cooperative Library System - 8	Riverside County Flood Control and Water Conservation District - 171
North Tahoe Fire Protection District - 45	Riverside County Law Library - 6
Northern California Special Districts Insurance Authority - 3	Riverside County Regional Park and Open Space District - 40
Northern Sierra Air Quality Management District - 9	Riverside County Transportation Commission - 24
Northstar Community Services District - 16	Riverside County Waste Resources Management District - 114
Novato Sanitary District - 31	Riverside Transit Agency - 275
Oakland City Housing Authority - 314	Roseville Public Cemetery District - 9
Oakland, Port of - 4,140	Ross Valley Fire Service - 45
Oceanside Small Craft Harbor District - 3	Rubidoux Community Services District - 4
Ojai Valley Sanitary District - 20	Sacramento Area Council of Governments - 41
Ophir Hill Fire Protection District - 2	Sacramento City Housing Authority - 385
Orange County Health Authority (CALOPTIMA) - 184	Sacramento County Fire Protection District - 458
Orland Cemetery District - 0	Sacramento County Law Library - 13
Oro Loma Sanitary District - 68	Sacramento Metropolitan Air Quality Management District - 46
Oroville Cemetery District - 8	Sacramento Metropolitan Cable Television Commission - 4
Oroville Mosquito Abatement District - 1	Sacramento Metropolitan Water Authority - 2
Oxnard Harbor District - 40	Sacramento Regional Fire/EMS Communications Center - 44
Pacific Fire Protection District - 16	Sacramento Transportation Authority - 3
Pajaro Valley Fire Protection Agency - 0	Salida Fire Protection District - 6
Pajaro Valley Public Cemetery District - 7	Salton Community Services District - 21
Palm Ranch Irrigation District - 5	Samoa Peninsula Fire Protection District - 5
Palo Verde Valley District Library - 2	San Andreas Regional Center, Inc. - 211
Paso Robles City Housing Authority - 9	San Andreas Sanitary District - 5
Peardale Chicago Park Fire Protection District - 1	San Bernardino County Housing Authority - 149
Penn Valley Fire Protection District - 7	San Bernardino Economic Development Agency - 25
Pine Cove Water District - 3	San Bernardino CSU Foundation - 96
Pinedale County Water District - 9	San Bernardino CSU Student Union - 8
Pioneer Cemetery District - 2	San Diego Association of Governments - 67
Pixley Irrigation District - 8	San Diego County Law Library - 43
Placer Consolidated Fire Protection District - 23	San Diego Metropolitan Transit Development Board - 80
Placer County Cemetery District No. 1 - 0	San Diego State University Associated Students - 14
Placer County Resource Conservation District - 1	San Diego State University Aztec Shops, Ltd. - 113
Placer County Transportation Commission - 6	San Diego Trolley, Inc. - 76
Placer County Water Agency - 131	
Planning and Service Area II Agency on Aging - 4	

HEALTH BENEFITS PROGRAM

Special Districts

San Dieguito Water District - 29	Solano County Mosquito Abatement District - 13
San Elijo Joint Powers Authority - 10	Solano County Water Agency - 2
San Francisco Bay Area Rapid Transit District - 3,821	Sonoma State Enterprises, Inc. - 2
San Francisco City and County Housing Authority - 311	Sonoma Student Union Corporation - 10
San Francisco City and County Redevelopment Agency - 193	Soquel Creek Water District - 40
San Francisco City College Associated Students - 17	South Bay Regional Public Communications Authority - 53
San Francisco County Transportation Authority - 5	South Bayside System Authority - 59
San Francisco Port Commission - 148	South County Fire Protection Authority - 85
San Gabriel Valley Mosquito and Vector Control District - 16	South East Regional Reclamation Authority - 34
San Geronio Pass Water Agency - 3	South Kern Cemetery District - 1
San Jacinto Valley Cemetery District - 15	South Placer Fire District - 45
San Joaquin County Housing Authority - 154	South Placer Municipal Utility District - 17
San Jose State University Spartan Shops, Inc. - 0	South San Luis Obispo County Sanitation District - 7
San Jose State University, Associated Students - 23	Southeast Area Social Services Funding Authority - 15
San Juan Water District - 50	Southern California Association of Governments - 153
San Luis Obispo, Cal Poly Associated Students, Inc. - 55	Southern California Public Power Authority - 3
San Luis Obispo, Cal Poly Foundation - 302	Southern California Regional Rail Authority - 123
San Luis Obispo Council of Governments - 6	Southern San Joaquin Municipal Utility District - 27
San Luis Obispo Regional Transit Authority - 5	Squaw Valley Public Service District - 15
San Marcos Fire Protection District - 9	Stanislaus County Housing Authority - 96
San Mateo County Schools Insurance Group - 8	State Water Contractors - 4
San Mateo County Transit District - 660	Stege Sanitary District - 8
San Miguel Consolidated Fire Protection District - 142	Student Union of San Jose State University - 6
San Pablo City Housing Authority - 4	Summerland County Water District - 0
San Simeon Community Services District - 4	Summit Cemetery District - 14
Sanitary District No. 5 of Marin County - 6	Sunnyslope County Water District - 10
Santa Barbara County Law Library - 4	Susanville Consolidated Sanitary District - 7
Santa Barbara Regional Health Authority - 72	Sutter County Housing Authority - 19
Santa Clara County Health Authority - 55	Sylvan Cemetery District - 6
Santa Clara County Law Library - 2	Tahoe City Fire Protection District - 0
Santa Clara County Traffic Authority - 0	Tahoe City Public Utility District - 35
Santa Cruz Consolidated Emergency Communications Center - 48	Tahoe-Truckee Sanitation Agency - 66
Santa Cruz County Housing Authority - 47	Templeton Community Services District - 10
Santa Cruz County Law Library - 2	Three Arch Bay Community Services District - 1
Santa Cruz Local Agency Formation Commission - 2	Tiburon Fire Protection District - 29
Santa Cruz Metropolitan Transit District - 333	Trabuco Canyon Water District - 27
Santa Fe Irrigation District - 62	Tracy Rural County Fire Protection District - 3
Santa Maria Public Airport District - 9	Tri-Counties Association for the Developmentally Disabled - 211
Santa Paula City Housing Authority - 12	Truckee Fire Protection District - 26
Santa Ynez River Water Conservation District, Improvement District No. 1 - 13	Tulare Mosquito Abatement District - 8
Saratoga Fire Protection District - 28	Tuolumne Utilities District - 73
Sausalito-Marín City Sanitary District - 14	Turlock Mosquito Abatement District - 15
Schools Excess Liability Fund - 4	Twin Cities Police Authority - 57
Scotts Valley Fire Protection District - 30	Union Sanitary District - 162
Scotts Valley Water District - 17	United Water Conservation District - 40
Sewer Authority Mid-Coastside - 18	Upland City Housing Authority - 21
Shasta Area Safety Communications Agency - 41	Vallejo Sanitation and Flood Control District - 101
Shasta Community Services District - 0	Valley County Water District - 35
Shasta Lake Fire Protection District - 10	Valley Mountain Regional Center, Inc. - 200
Shasta Mosquito and Vector Control District - 18	Valley of the Moon Water District - 13
Shasta Valley Cemetery District - 3	Valley Sanitary District - 9
Sierra Lakes County Water District - 8	Valley-Wide Recreation and Park District - 16
Sierra-Sacramento Valley Emergency Medical Services Agency - 6	Ventura County Law Library - 6
	Ventura County Transportation Commission - 16

HEALTH BENEFITS PROGRAM

Special Districts

Ventura Port District - 30	Wilton Fire Protection District - 1
Veterans Home of California Post Fund - 11	Winters Cemetery District - 3
Victor Valley Wastewater Reclamation Authority - 18	Winters Fire Protection District - 3
Victor Valley Water District - 51	Woodbridge Rural County Fire Protection District - 22
Water Facilities Authority - 5	Woodside Fire Protection District - 70
Weaverville Community Services District - 6	Yolo County Communications Emergency Services Agency - 27
Weaverville Fire Protection District - 1	Yolo County Housing Authority - 39
West Bay Sanitary District - 24	Yolo County Public Agency Risk Management Insurance Authority - 5
West County Wastewater District - 55	Yolo County Transportation District - 7
Western Riverside Council of Governments - 12	Yolo-Solano Air Quality Management District - 23
Westlands Water District - 137	Yuba County Water Agency - 21
Wildomar Cemetery District - 1	Yuba Sutter Transit Authority - 2
Willow Creek Community Services District - 2	
Willows Cemetery District - 3	

Total - 494

School Employers

Acalanes Union High School District - 514	Hickman Elementary School District - 44
Alta-Dutch Flat Union Elementary School District - 8	Hillsborough City School District - 145
Arcadia Unified School District - 608	Holtville Unified School District - 5
Bay Area Charter High School - 6	John Swett Unified School District - 161
Berryessa Union Elementary School District - 626	Knights Ferry Elementary School District - 11
Beverly Hills Unified School District - 665	Knightsen School District - 18
Bonita Unified School District - 430	La Grange Elementary School District - 1
Brisbane Elementary School District - 67	Laguna Salada Union Elementary School District - 380
Burbank Unified School District - 1,747	Las Lomitas Elementary School District - 117
Burlingame Elementary School District - 217	Las Virgenes Unified School District - 818
Burnt Ranch Elementary School District - 10	Lawndale Elementary School District - 452
Byron Union School District - 61	Liberty Union High School District - 78
Campbell Union High School District - 656	Little Lake City Elementary School District - 404
Castaic Union Elementary School District - 136	Los Nietos Elementary School District - 193
Centinela Valley Union High School District - 855	Lowell Joint Elementary School District - 278
Cerritos Community College District - 860	Magnolia Elementary School District - 571
Charter Oak Unified School District - 285	Martinez Unified School District - 358
Chatom Union Elementary School District - 20	Menlo Park City Elementary School District - 214
Compton Unified School District - 2,165	Millbrae Elementary School District - 218
Contra Costa County School Service - 54	Modesto City Elementary School District - 2,156
Cox Bar Elementary School District - 7	Morgan Hill Unified School District - 594
Culver City Unified School District - 665	Mt. Diablo Unified School District - 3,353
Davis Joint Unified School District - 527	Mt. Pleasant Elementary School District - 175
Dixie Elementary School District - 178	Mt. San Antonio Community College District - 1,046
Duarte Unified School District - 341	Napa Community College District - 321
El Camino Community College District - 956	Newman-Crows Landing Unified School District - 156
El Monte Elementary School District - 1,038	North Monterey County Unified School District - 491
El Segundo Unified School District - 242	North Orange County Community College District - 1,847
Empire Union Elementary School District - 352	Orinda Union School District - 272
Fairfield-Suisun Unified School District - 1,141	Palos Verdes Peninsula Unified School District - 895
Fillmore Unified School District - 339	Paradise Elementary School District - 10
Fremont Unified School District - 1,935	Penryn Elementary School District - 15
Garfield Charter School - 60	Pleasant Valley Elementary School District - 723
Garvey Elementary School District - 697	Ravenswood City Elementary School District - 311
Gavilan Joint Community College District - 217	Redwood City Elementary School District - 963
Hayward Unified School District - 114	Reed Union Elementary School District - 116

HEALTH BENEFITS PROGRAM

School Employers

Rio Hondo Community College District - 586	Saugus Union Elementary School District - 451
Riverbank Elementary School District - 214	South Pasadena Unified School District - 343
Riverside County Superintendent of Schools - 1,687	South San Francisco Unified School District - 1,163
Ross Valley Elementary School District - 177	South Whittier School District - 405
Sacramento City Unified School District - 3,224	Southern Trinity Joint Unified School District - 40
Sacramento County Office of Education - 623	Stanislaus County Office of Education - 361
San Bruno Park Elementary School District - 265	Temple City Unified School District - 258
San Carlos Elementary School District - 189	Tri-Cities Regional Occupational Program - 32
San Gabriel Elementary School District - 451	Valle Lindo Elementary School District - 91
San Jacinto Unified School District - 451	Vallejo City Unified School District - 1,622
San Mateo County Community College District - 1,346	Waterford Unified School District - 68
San Mateo County Office of Education - 576	West Contra Costa Unified School District - 4,055
San Mateo Union High School District - 1,199	West Covina Unified School District - 803
San Mateo-Foster City School District - 850	Whittier City Elementary School District - 564
Santa Monica Community College District - 1,000	William S. Hart Union High School District - 1,172
Santa Monica-Malibu Unified School District - 1,235	Wiseburn Elementary School District - 158

Total - 104

Non-CalPERS Employers (employers contracting for health benefits, but not retirement)

Acalanes Union High School District - Board - 3	Bonita Unified School District - Board - 1
Alameda City Housing Authority - 0	Bonita-Sunnyside Fire District - Elected - 0
Alameda County Water District - Board - 6	Boulder Creek Fire Protection District - 2
Albany City - Retirement Plan Fire/Police - 15	Brisbane, City of - City Council - 2
Alpine Springs County Water District - 4	Brisbane School District - Trustees - 5
Alta-Dutch Flat School District - Trustees - 2	Burbank Unified School District - Board - 1
Amador County Water Agency - Directors - 4	Burlingame School District - Board - 0
American Canyon, City of - 0	Burney Cemetery District - 1
American Canyon, City of - Elected Officials - 2	Butte County Law Library - 1
American River Fire District - Board - 1	Butte Housing Authority, County of - Board - 0
Antioch, City of - Elected Officials - 1	Byron Union School District - Board Members - 0
Apple Valley Recreation and Park District - 12	Calaveras County Water District - Board - 3
Aptos/La Selva Fire Protection - Board - 0	California Beef Council - 4
Arcade Water District - 30	California Prune Board - 8
Arcadia, City of - City Council - 3	California State Los Angeles University Auxiliary Service - 132
Arroyo Grande, City of - Elected Officials - 5	California State University, Fullerton Foundation - 89
Association of Bay Area Governments - 3	California State University, Long Beach Foundation - 286
Atwater, City of - Elected Officials - 3	California State University, Los Angeles - University -
Auburn, City of - Elected Officials - 2	Student Union Board - 20
Avalon, City of - Council Members/City Clerk - 1	Calimesa, City of - City Council - 0
Bay Area Charter High School - 0	Calleguas Municipal Water District - Board - 0
Beach Cities Health District - Board - 1	Camarillo, City of - Elected - 4
Beaumont-Cherry Valley Water District - 10	Cambria Cemetery District - 1
Bell, City of - Council Members - 1	Campbell Union High School District - 4
Belmont, City of - Elected Officials - 0	Carmel Valley Fire Protection District - 2
Belvedere-Tiburon Joint Recreation - 1	Carmel/Carmel Valley/Big Sur Ambulance - 10
Ben Lomond Fire Protection District - 3	Carmel-By-The-Sea, City of - Council - 4
Beverly Hills Unified School - 3	Carpinteria Public Cemetery District - 1
Beverly Hills, City of - Elected Officials - 2	Carpinteria, City of - City Council - 5
Big Bear Airport District - Board - 1	Castaic Union School District - Board - 0
Bishop, City of - City Council - 6	Castro Valley Sanitary District - 1
Blue Lake, City of - 2	Cathedral, City of - Elected Officials - 5
Blythe, City of - Elected Officials - 4	Centinela Valley Union School - Board - 3
Bodega Bay Fire District - Board - 0	Central Fire Protection District - Directors - 2

HEALTH BENEFITS PROGRAM

Non-CalPERS Employers (employers contracting for health benefits, but not retirement)

Central Valley Regional Center - 256	Empire Union School District - Board - 5
Cerritos Community College District - Board - 11	Estero Municipal Improvement District - Board - 0
Channel Islands Beach Community Services District - 7	Etna, City of - Elected Officials - 1
Chatom Union Elementary School District - Board - 0	Eureka Housing City Authority - 19
Chino Hills, City of - 18	Fair Oaks Cemetery District - 3
Chino Valley Independent Fire District - Board - 0	Fairfield-Suisun Unified School District - Board of Directors - 0
Chowchilla Cemetery District - 4	Fallbrook Health Care District - 6
Christian Valley Park Community Services District - 0	Fillmore Unified School District - Board - 2
Citrus Heights Fire 1937 Act County Employees - 0	Folsom, City of - City Council/Attorney - 4
Claremont, City of - City Council - 0	Foothill/Eastern Transportation Agency - 45
Coastal Animal Services Authority - 5	Foresthill Public Utility District - 12
Coastal San Luis Resource Conservation - 0	Fort Jones - 3
Colusa, City of - Elected Officials - 0	Foster City - Elected Officials - 0
Concord, City of - Retirement System - 72	Fremont Unified Schools District - Board - 0
Conejo Recreation and Park District - Directors - 0	Fremont, City of - City Council - 0
Contra Costa Fire Protection District - 462	Fresno Irrigation District - 3
Contra Costa Mosquito Abatement District - 24	Fresno-Madera Area Agency on Aging - 28
Contra Costa Special Ed Local Plan Area - 7	Garvey School District - Board of Education - 4
Contra Costa, County of - 985	Gavilan Joint Community College - Board - 4
Corona, City of - City Council - 1	Gilroy, City of - PARS - 3
Costa Mesa, City of - City Council - 0	Glen Ellen Fire District - Board - 1
Costa Mesa, City of - Safety Retirement System - 4	Glendora, City of - Council and Commission - 3
Cottonwood Cemetery District - 2	Glenn County of - Elected Officials - 1
Crescent City - City Council - 1	Glenn-Colusa Irrigation District - 0
Crockett-Valona Sanitary District - 1	Goleta Cemetery District - 4
Culver City Unified School District - Board - 3	Goleta Valley Vector Control District - 2
Cypress Recreation and Park District - 10	Gonzales, City of - City Council - 0
Daly City - City Council - 4	Gonzales, City of - Management Staff - 4
Dana Point, City of - Elected Officials - 3	Gonzales, City of - SEIU Local 817 - 1
Danville, Town of - 76	Grossmont Health Care District - Board - 7
Davis Cemetery District - 3	Guadalupe, City of - Elected Officials - 3
Davis Joint Unified School District - Board - 0	Guerneville Fire Protection District - Elected Officials - 0
Davis, City of - City Council Members - 0	Harbor Developmental Disabilities Foundation - 162
Del Mar Manor Water District - Directors - 1	Hesperia Recreation and Park District - 24
Del Norte Health Care District - 5	Hesperia, City of - City Council - 4
Dixon Housing Authority - 0	Hickman School District - Board - 4
Dixon, City of - Excluded Groups - 2	Hillsborough, Town of - City Council - 5
Dominguez-Hills CSU, Associated Students - 2	Humboldt Community Service District - Board - 6
Dominguez-Hills CSU, Associated Students - Child Development Center - 3	Indian Wells, City of - City Council - 5
Duarte Unified School District - Board - 3	Inglewood, City of - City Council - 1
Dublin San Ramon Services District - Board - 1	Inland Empire Utilities Agency - Board - 2
Dunnigan Water District - 2	Inverness Public Utility District - 6
East Kern Airport District - Board - 3	Inyo, County of - Employees Association - 17
East Palo Alto Sanitary District - Directors - 0	Ironhouse Sanitary District - 26
Eastern Plumas Health Care District - 94	Irvine Child Care Project - 0
Eastern Sierra Community Service District - 5	Irvine Ranch Water District - Board - 5
El Camino Community College District - Board - 5	Jackson, City of - Elected Officials - 6
El Camino Irrigation District - 3	Jurupa Community Services District - Board - 0
El Dorado Irrigation District - Directors - 4	Kanawha Water District - 4
El Segundo Unified School District - Board - 3	Kensington Fire Protection District - 11
El Segundo, City of - City Council - 9	Kentfield Fire Protection District - 0
Emeryville, City of - City Council - 4	Kern County Housing Authority - Commission - 5
Emeryville, City of - City Retirement System - 3	Kern Regional Center - 135
	Kingsburg Cemetery District - 5

HEALTH BENEFITS PROGRAM

Non-CalPERS Employers (employers contracting for health benefits, but not retirement)

Kirkwood Meadows Public Utility - Board - 5	Moss Landing Harbor District - 10
Knightsen School District - Board - 2	Mt. Diablo Unified School District - Board - 3
La Grange Elementary School District - Board - 1	Mt. San Antonio Community College - Board - 7
La Habra, City of - Elected Officials - 0	Muir Beach Community Services - 2
La Puente, City of - Council Members - 1	Murrieta, City of - City Council - 2
Laguna Niguel, City of - City Council - 1	Nevada County Consolidated Fire District - 0
Laguna Salada Union School - Board/Commission - 2	Newman-Crows Landing Unified School District - Board - 2
Laguna Woods, City of - 3	Newport Beach, City of - City Council - 6
Lake Don Pedro Community Services District - Board - 2	North County Fire District of Monterey - 1
Lake Elsinore, City of - City Council - 4	North Delta Water District - 1
Lake Hemet Municipal Water District - 56	North Monterey County Unified School - Board - 6
Lake Valley Fire Protection District - Board - 0	North Orange County Community College - 2
Lakeside Fire Protection District - Board - 0	North Tahoe Fire Protection District - Board - 4
Larkspur, City of - City Council - 1	Northern California Power Agency - 172
Las Gallinas Valley Sanitary District - Directors - 0	Northern California Special District Insurance Authority - 0
Las Virgenes Unified School District - Board - 4	Northridge, California State University, Associated Students - 24
Lawndale School District - Board Member - 5	Novato Fire Protection District - 122
Leucadia County Water District - Directors - 3	Novato, City of - City Council - 0
Linda Fire Protection District - Elected Officials - 3	Oak Hill Cemetery District - 4
Little Lake City School District - Board - 2	Oakdale Union Elementary School - Trustees - 0
Live Oak, City of - Elected Officials - 1	Oakdale, City of - Elected Officials - 2
Lompoc Cemetery District - 6	Oakland City Housing Authority - International City
Lompoc, City of - City Council - 3	Management Association Retirement Plan - 17
Los Angeles County Law Library - Branch Attendants - 7	Oakland, City of - Municipal Employees Retirement System - 68
Los Gatos, Town of - Elected Officials - 2	Oakland, City of - Police/Fire Retirement System - 1,094
Los Gatos, Town of - Retirement Plan - 3	Oakland, Port of - Engineers - 0
Los Nietos School District - Board Trustees - 3	Oakland, Port of - Local 790 - 0
Los Osos Community Service District - 0	Oakland, Port of - Unrepresented - 2
Lowell Joint School District - Trustees - 1	Oceanside, City of - Elected Officials - 1
Lower Tule River Irrigation District - Board - 4	Ontario, City of - City Attorney - 0
Lynwood, City of - City Council - 0	Ontario, City of - Nonrepresented - 2
Madera Irrigation District - 13	Ontario, City of - Planning Commission - 0
Magnolia Elementary School District - Trustees - 2	Orange County Fire Authority - 252
Mammoth Lakes Fire District - Board - 1	Orinda Union School District - Board Member - 1
Manteca, City of - Elected Officials - 8	Orland-Artois Water District - 5
Marin Municipal Water District - Board - 3	Oro Loma Sanitary District - Directors - 1
McKinleyville Community Services District - Directors - 3	Oroville-Wyandotte Irrigation District - 70
Meadow Vista County Water District - 4	Oxnard Harbor District - Elected Officials - 1
Menlo Park Fire District - Board - 0	Palm Springs Cemetery District - 4
Menlo Park, City of - City Council - 4	Palm Springs, City of - City Council - 5
Mid-Carmel Valley Fire Protection District - 13	Palmdale, City of - City Council - 8
Millbrae School District - Board Trustees - 3	Palos Verdes Peninsula Unified School District - Board - 5
Mission Valley Regional Occupation Program - 34	Paradise Cemetery District - 5
Mission Viejo, City of - City Council - 0	Paradise Recreation and Park District - 14
Modesto City Schools - Board of Education - 0	Paradise School District - Trustees - 3
Mojave Desert Air Quality Management - 28	Paradise, Town of - Confidential Unit - 0
Mojave Water Agency - Elected Officials - 2	Paradise, Town of - Management Unit - 0
Mokelumne Rural Fire Protection District - 9	Paradise, Town of - Mid-Management Unit - 0
Monterey Bay CSU Foundation - 53	Paramount, City of - City Council - 3
Monterey Park, City of - Elected Officials - 3	Paramount, City of - Commissions - 0
Monterey Peninsula Regional Park - Board - 1	Pasadena - Fire Fighters Association - 80
Monterey, City of - Council Members - 1	Pasadena, City of - PORAC - 45
Moraga-Orinda Fire Protection District - 109	Pasadena, City of - Safety Management - 57
Morro Bay, City of - City Council - 4	Peninsula Library System - 18

HEALTH BENEFITS PROGRAM

Non-CalPERS Employers (employers contracting for health benefits, but not retirement)

Penryn Fire Protection District - 1	San Francisco City and County Retirement System - 0
Petaluma, City of - City Council - 6	San Gabriel School District - Board - 0
Pinole, City of - Elected Officials - 2	San Gabriel, City of - Elected Officials - 1
Pismo Beach, City of - Elected Officials - 3	San Gabriel, City of - Hourly Employees - 0
Pixley Irrigation District - Board - 4	San Joaquin Hills Transportation Agency - 0
Pleasant Valley Recreation and Park District - 0	San Jose State University Foundation - 241
Pleasant Valley School District - Board - 4	San Luis Obispo County Pension Trust - 3
Pomona, City of - City Council - 0	San Luis Obispo, City of - City Council - 1
Princeton-Codora-Glenn Irrigation District - 5	San Luis Obispo, County of - 2,384
Processing Strawberry Advisory Board - 4	San Marcos CSU Foundation - 20
Processing Tomato Advisory Board - 5	San Mateo Community College District - Board - 10
Program Beta Risk Management Authority - 42	San Mateo County Office of Education - Board - 3
Project D.A.Y. - 1	San Mateo County Transit District - Board - 1
Provident Irrigation District - 6	San Mateo Union High School District - Board - 7
Quincy Cemetery District - 1	San Miguel Consolidated Fire District - Board - 5
Rainbow Municipal Water District - Directors - 1	San Pablo, City of - Elected Officials - 0
Ramona Cemetery District - 6	San Rafael, City of - 564
Rancho Cordova Fire District - 0	San Ramon Valley Fire Protection District - 224
Rancho Palos Verdes, City of - City Council - 3	Santa Ana, City of - City Council - 6
Reclamation District No. 341 - 2	Santa Barbara City Housing Authority - 62
Reclamation District No. 800 - 2	Santa Barbara County Association of Governments - 14
Reclamation District No. 900 - 9	Santa Clara County Congestion Management Agency - 0
Reclamation District No. 1601 - 2	Santa Clarita, City of - City Council - 1
Redlands, City of - City Council - 3	Santa Cruz, County of - Board of Supervisors - 1
Redwood City School District - Elected Officials - 3	Santa Fe Irrigation District - Board - 0
Reed Union School District - Board Trustees - 1	Santa Maria, City of - Attorney and Elected Officials - 2
Richmond, City of - General Pension Plan - 19	Santa Monica Community College - Board Member - 5
Richmond - Police/Fire Pension Employees - 30	Santa Monica Community College - Commission - 2
Richmond - Police/Fire Pension Management - 7	Santa Monica-Malibu Unified School District - Board - 6
Ridgecrest, City of - City Council - 0	Saratoga Fire Protection District - Board - 2
Rincon Del Diablo Municipal Water District - Directors - 2	Saugus Union School District - Board - 6
Rio Hondo College - Management and Board Trustees - 4	School Personnel Credit Union - 12
Rio Vista, City of - Elected Officials - 2	Scotts Valley Fire District - Board - 2
Riverdale Public Utility District - 1	Smith River Community Services District - 2
Riverside County Housing Authority - 73	Solano Transportation Authority - 0
Riverside, County of - Regional Park Open Space - 0	Soquel Creek Water District - Elected Officials - 2
Riverside, County of - Resident Physician Service Aide - 16	South El Monte, City of - City Council - 1
Rosemead, City of - City Council - 1	South Gate, City of - Elected Officials - 3
Rosemead, City of - Equitable Retirement - 1	South Pasadena Unified School District - Board - 2
Rubidoux Community Services District - 17	South San Francisco Unified School District - Board - 5
Ruth Lake Community Services District - 1	South Whittier School District - Board - 5
Sacramento County Fire District - Retirement System - 34	Southern California Regional Rail Authority - 0
Sacramento County Office of Education - 1937 Act - Management - 1	Southern Humboldt Community Health Care - 0
Sacramento County Office of Education - Board and Commission - 1	Southern Trinity Joint Unified School District - Trustees - 0
Sacramento Regional Transit District - 223	Spartan Shops, Inc. - 123
Salinas, City of - Charter City/Municipal Corporation - 192	Stanislaus County Office of Education - Board - 5
San Benito, County of - Elected Officials - 1	State Assistance Fund Enterprise, Business and Industrial Development Corporation - 3
San Bernardino County Law Library - 8	Student Union of San Jose State University - 19
San Bernardino, City of - Elected Officials - 1	Sutter-Yuba Mosquito Vector Control District - 16
San Bruno Park School District - Governing Board - 2	Tahoe City Fire Protection District - Board of Directors - 0
San Carlos, City of - Elected Officials - 2	Tahoe City Public Utility District - Directors - 6
San Clemente, City of - 149	Temecula Public Cemetery District - 1
	Thousand Oaks, City of - Excluded - 28

HEALTH BENEFITS PROGRAM

Non-CalPERS Employers (employers contracting for health benefits, but not retirement)

Tracy, City of - Elected Officials - 0
 Trinity, County of - Elected Officials/John Hancock Retirement System - 33
 Trinity County Superintendent of Schools - Board - 0
 Tuolumne Utilities District - Board Director - 0
 Twentynine Palms, City of - City Council - 1
 Union Sanitary District - Board - 2
 University Corporation - 57
 Vallejo City Unified School District - Board - 3
 Valley County Water District - Directors - 4
 Valley Mountain Regional Center - 2
 Valley Sanitary District - 3
 Villa Park, City of - City Council - 4
 Weaverville Sanitary District - 3

West Cities Communication Center Joint Powers Association - 0
 West Contra Costa Health Care District - 8
 West Contra Costa Unified School District - Board - 10
 West County Wastewater District - Board - 0
 West Plainfield Fire Protection District - 0
 William S. Hart Union School District - Board - 4
 Willow Oak Fire District - 0
 Willows, City of - City Council - 1
 Wiseburn School District - Board - 2
 Woodbridge Rural Fire District - Directors - 6
 Yolo County Housing Authority - Commissioners - 2
 Yuba, County of - Elected Officials - 0
 Yuba County Water Agency - Elected Officials - 2

Total - 412

Superior Court Judges, County of

Los Angeles - 399
 Riverside - 44
 Ventura - 27

Total - 3

Municipal Court Judges, County of

Judicial Council	Inyo - 0	Napa - 0	Santa Cruz - 0
Municipal - 13	Kern - 14	Orange - 0	Shasta - 0
Alameda - 0	Lake - 1	Placer - 0	Solano - 0
Butte - 0	Lassen - 0	Riverside - 0	Stanislaus - 0
Calaveras - 0	Los Angeles - 0	Sacramento - 0	Sutter - 0
Colusa - 0	Madera - 0	San Bernardino - 0	Tehama - 0
Contra Costa - 0	Marin - 0	San Diego - 0	Tulare - 0
Fresno - 0	Mariposa - 0	San Francisco - 0	Tuolumne - 0
Glenn - 0	Mendocino - 2	Santa Barbara - 0	Ventura - 0
Imperial - 0	Monterey - 0	Santa Clara - 0	Yolo - 0

Total - 39

NOTE:

Employees and retirees of agencies/districts with elected officials are represented by contract in other categories.

DEFERRED COMPENSATION PROGRAM

By saving for the future, CalPERS members can face the road to retirement with confidence. CalPERS helps by providing an important tool to meet future needs—the CalPERS 457 Deferred Compensation Program. As of June 30, 2000, this program was adopted by 323 public agencies.

Designed with high standards of quality and service, the CalPERS 457 Deferred Compensation Program is a way to defer a portion of pre-tax salary into investments of an individual's own choosing. It is a deferred compensation program that allows both the amount deferred, and the amount earned on the investment, to be protected from income tax until the money is taken out during retirement. The program complements the retirement benefit plans offered by CalPERS.

State law enacted in 1990 allowed CalPERS to make the deferred compensation program available to all California public agencies. This includes counties, cities, special districts, and school districts. The CalPERS 457 Deferred Compensation Program meets all federal requirements of eligible deferred compensation plans organized under the Internal Revenue Code.

The program offers participants 13 investment options. Eight separate “core” funds have been created specifically for this program, or participants can choose from three lifestyle options that automatically invest their money in a conservative, moderate, or aggressive investment mix of core funds. All of these funds are managed by CalPERS staff and its professional investment managers, according to strict investment objectives and performance standards set by the CalPERS Board of Administration. In addition to the core funds, participants are offered two options to invest in federally-insured bank certificates of deposit or through a discount brokerage service that lets them select from more than 3,000 retail mutual funds through a self-managed account.

The CalPERS Board controls the investment and administrative functions of the CalPERS 457 Deferred Compensation Program. The assets are held in trust by the Board for the exclusive benefit of participating employees, which adds security.

Participating Public Agency Summary

Counties	8
Cities	65
Air Quality Management Districts	4
Community Service Districts	19
Fire Protection Districts	30
Harbor Districts	4
Health Agencies	5
Housing Authorities	7
Irrigation/Reclamation Districts	6
Libraries	11
Recreation Districts	4
Resource Conservation Districts	5
Sanitation/Wastewater Districts	11
School Districts	44
Transportation Districts	10
Utility Districts	6
Water Districts	40
Other	44
Total	323

The program delivers its investments and services at low cost through a simple fee structure. There are no hidden costs or restrictions on investments. Total fees for administration and investment management of the core funds are less than 1 percent, half of what other programs typically charge. By paying less in fees, participants are able to invest more and earn returns building up their account over time.

Deferred compensation programs provide an immediate tax break and the advantage of the full earning power of a person's money. Because earnings automatically reinvest tax free, the savings potential grows significantly over time. The CalPERS 457 Deferred Compensation Program offers valuable trust protection public agency employees can count on to secure their retirement savings.

The financial statements for this program are in this report as part of the Financial Section and the accompanying notes and schedules.

LONG-TERM CARE PROGRAM

The CalPERS Long-Term Care (LTC) Program provides financial protection to members from the high cost of extended care that may be caused by illness, injury, or the frailty of old age. Six out of every 10 people over the age of 65 will need such care. Unfortunately, these types of personal services are not covered by regular health insurance or Medicare.

The CalPERS LTC Program is a self-funded, not-for-profit, member-paid program that continues to add substantial membership on an annual basis. During fiscal year 1999-00, membership grew to nearly 131,000, and annual premiums were more than \$152 million. Additionally, the member reserve grew to more than \$544 million, and almost \$11 million in claims was paid on behalf of members.

The success of the LTC Program allowed the CalPERS Board of Administration to enhance the benefit package of the current membership, without adding increased cost to the members. The Board also added a lower cost benefit package that offers reduced premiums to the Program in order to make this important coverage available to a wider spectrum of applicants.

Our LTC Program continues to be the largest and most respected long-term care program of its kind in the nation. Entering its sixth year, the CalPERS Long-Term Care Program is devoted to providing the best long-term care benefits with affordable premiums.

The financial statements for this program are in this report as part of the Financial Section and the accompanying notes and schedules.

The 2000 Comprehensive Annual Financial Report for the California Public Employees' Retirement System is contained in two volumes. This volume includes a general overview of the System's programs and functions, financial statements, and a listing of contracting public agencies. The second volume, 2000 Annual Report of Investments, contains an investment summary and a listing of investments and investment transactions during the fiscal year.

To receive a copy of the investment report, please complete and return the enclosed request card to: CalPERS, Public Agency Request Unit, P.O. Box 942715, Sacramento, CA 94229-2715. Allow up to four weeks for delivery.

This report was designed and produced by the CalPERS Office of Public Affairs, 400 P Street, Sacramento, CA 95814, (916) 326-3991.

Chief

Patricia K. Macht

Project Manager/Editor

Nancy Hardaker

Nancy Quinlan

Contributing Writers

Bill Branch

Patricia K. Macht

Brad Pacheco

Art Director/Production Manager

Heather Huerta

Production Assistance

Yvonne Guerra

Lisa Haddad

Photography

McIntyre Photography

CalPERS On-Line

www.calpers.ca.gov

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400 P Street
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Sacramento, CA 94229-2701
(916) 326-3829

Telecommunications Device for the Deaf:
(916) 326-3240
FAX: (916) 326-3410
www.calpers.ca.gov

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Lincoln Plaza
400 P Street
P.O. Box 942701
Sacramento, CA 94229-2701
(916) 326-3829

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FAX (916) 326-3410

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